

**SCHOOL DISTRICT
OF
CRANFORD TOWNSHIP**

**CRANFORD TOWNSHIP
BOARD OF EDUCATION**

**COUNTY OF UNION
CRANFORD, NEW JERSEY**

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

**CRANFORD SCHOOL DISTRICT
COUNTY OF UNION, NEW JERSEY**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2012**

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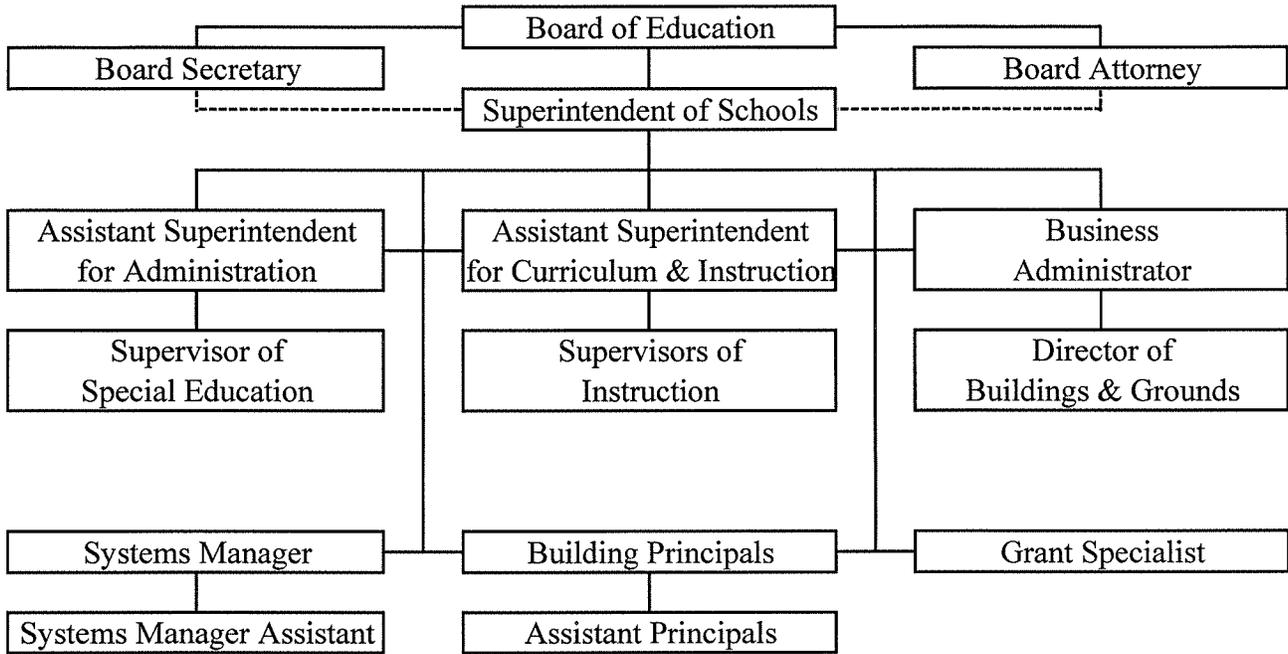
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Introductory Section

CRANFORD PUBLIC SCHOOL DISTRICT
 ORGANIZATIONAL CHART
 DISTRICT ADMINISTRATION



**BOARD OF EDUCATION
TOWNSHIP OF CRANFORD**

**ROSTER OF OFFICIALS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

<u>Members of the Board of Education</u>		<u>Term Expires*</u>
Mary Venditti	President	2012
Catherine Morgese	Vice President	2012
Jo Ann Boyle	Member	2014
Jill Brown	Member	2012**
Michael Caulfield	Member	2014
Lisa Patella	Member	2013
Trevor Shaw	Member	2014
Mary Catherine Sudiak	Member	2013
Camille Widdows	Member	2012

Other Officials

Gayle M. Carrick, Ed.D., Superintendent of Schools

Robert J. Carfagno, CPA, Business Administrator/Board Secretary

* The Board of Education passed a Resolution on January 23, 2012 changing the annual election date for its members from the third Tuesday in April to the first Tuesday after the first Monday in November (the General Election), beginning in 2012.

** One year appointment to fill unexpired term.

**BOARD OF EDUCATION
TOWNSHIP OF CRANFORD
CONSULTANTS AND ADVISORS**

Audit Firm

**Hodulik & Morrison, P.A.
1102 Raritan Avenue
Highland Park, New Jersey 08904**

Attorney

**Anthony P. Sciarrillo, Esq.
Lindabury, McCormick, Estabrook & Cooper, P.C.
56 Cardinal Drive
Westfield, NJ 07091-2369**

Official Depository

**TD Bank
465 South Avenue
Cranford, New Jersey 07016**

Bond Counsel

**Lisa A. Gorab, Esq.
Wilentz, Goldman & Spitzer P.A.
90 Woodbridge Center Drive
Suite 900 Box 10
Woodbridge, New Jersey 07095-0958**

Financial Section

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ANDREW G. HODULIK, CPA, RMA, PSA
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JO ANN BOOS, CPA, PSA

MEMBERS OF:
AMERICAN INSTITUTE OF CPA'S
NEW JERSEY SOCIETY OF CPA'S
REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Cranford School District
Cranford, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Cranford School District, in the County of Union, State of New Jersey, as of and for the fiscal year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Cranford Board of Education's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall basic 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, business-type activities, each major fund, and the aggregate remaining fund information of the Cranford Board of Education, in the County of Union, State of New Jersey, as of June 30, 2012 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2012 on our consideration of the Cranford Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Budgetary Comparison Information as listed in the table of contents 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 Cranford Board of Education's financial statements as a whole. The introductory section and other supplementary information, including the combining and individual fund financial statements, long-term debt schedules, and statistical section 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*, and is also not a required part of the financial statements. The schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The other supplementary information and supplemental schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements, have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Hodulik & Morrison, P.A.

HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants



Robert S. Morrison
Public School Accountant
PSA # 871

Highland Park, New Jersey
November 30, 2012

REQUIRED SUPPLEMENTARY
INFORMATION

PART I

**Cranford Township School District
Cranford, New Jersey
Union County**

**MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)
(Unaudited)
June 30, 2012**

This section of the district's annual financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2012. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statement—and Management's Discussion and Analysis—for State and Local Governments issued June 1999 and amended by GASB Statement No. 37. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

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

Total net assets for governmental activities are reported at \$51,207,998 at June 30, 2012. This represents an increase of \$2,436,691 or 5.00% increase over the prior year reported net assets. This increase is primarily the result of the addition of capital assets from project expenditures related to the approved bond referendum that occurred during the reporting period. Governmental funds reported a total fund balance of \$7,741,042, which is a 21.22 % decrease from last year's total governmental fund balance. This decrease is primarily the result of capital projects fund expenditures related to the approved bond referendum that occurred during the reporting period. The general or operating fund balance was reported at \$3,317,449 of which \$813,627 was appropriated toward the 2012-2013 budget. Based upon the reduction imposed by S1701 in the calculation of maximum undesignated fund balance that the District is allowed to retain, the amount of general fund balance required to be reserved for tax relief in the 2013-2014 budget is \$1,645,864.44. The unrestricted general fund balance is reported at \$449,039. The ending fund balance was impacted by the non-recognition, on a GAAP basis, of net State Aid payments deferred to July 2012 in the amount of \$755,960 in the general fund, that were due at June 30, 2012. Total spending for all governmental funds was \$56,468,057. Total revenues were \$57,151,042, resulting in an excess of revenues over expenditures of \$682,985 for the year. Please note proceeds from the sale of financings are not included in revenues whereas the spending related to the capital projects are included in the expenditures reported. Revenues included \$10,087,483 in state and federal aid and \$47,728,327 in local taxes.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the district:

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

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the district's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1

Organization of the School District Annual Financial Report

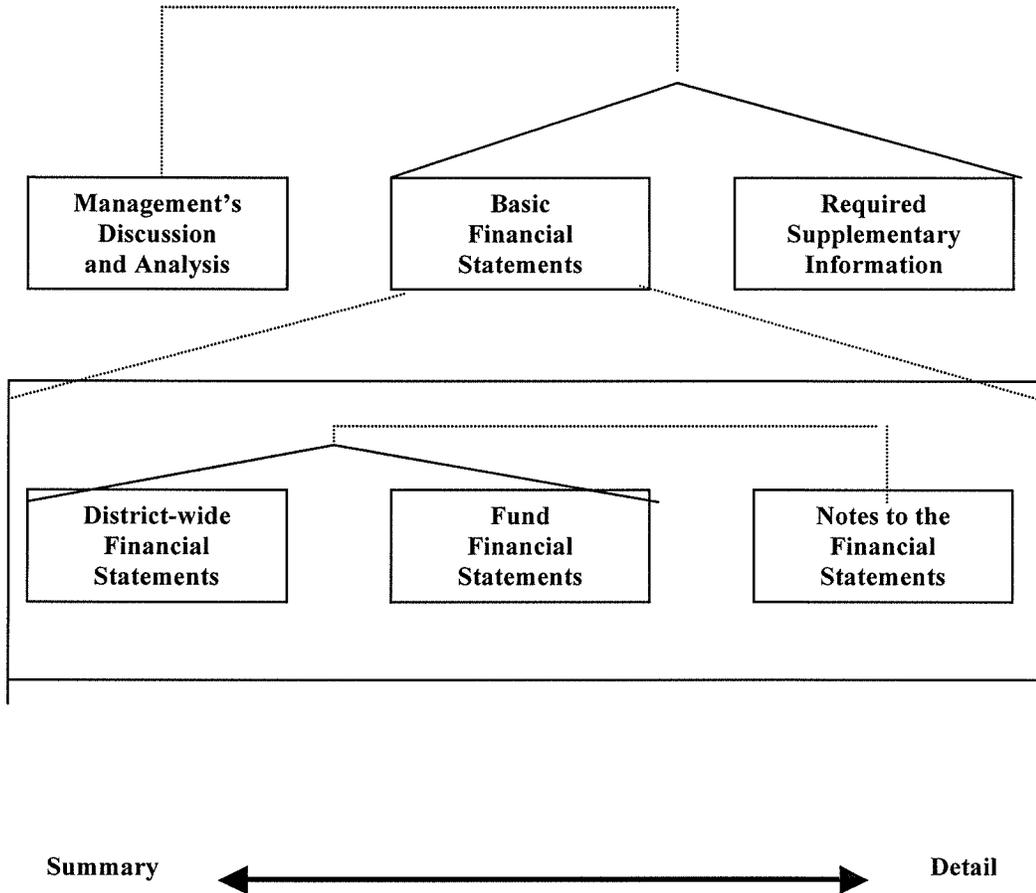


Figure A-2 summarizes the major features of the district’s financial statements, including the portion of the district’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents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

Figure A-2 Major Features of the District-Wide and Fund Financial Statements				
	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services and adult education	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial Statements	<ul style="list-style-type: none"> Statement of net assets Statement of activities 	<ul style="list-style-type: none"> Balance Sheet Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> Statement of net assets Statement of cash flows 	<ul style="list-style-type: none"> Statement of fiduciary net assets Statement of changes in fiduciary net assets
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset / liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/out-flow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

District-wide Statements

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

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

- Over time, increases or decreases in the district's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the district's overall health, you need to consider that the school district's goal is to provide services to students, not to generate profit as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the district.

In the district-wide financial statements, the district's activities are divided into two categories:

- **Governmental activities:** Most of the district's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state formula aid finance most of these activities.
- **Business-type activities:** The district charges fees to help it cover the costs of certain services it provides. The district's food services and reading academy are included here.

Fund Financial Statements

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

- Some funds are required by state law and by bond covenants.
- The district establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as federal grants).

The district has three kinds of funds:

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

- Fiduciary funds: The district is the trustee, or fiduciary, for assets that belong to others, such as the scholarship fund and the student activities funds. The district is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The district excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The school district's Governmental Activities net assets were \$51,207,998 at June 30, 2012. Of this amount, (\$1,617,433) was unrestricted. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets (Figure A-3) and change in net assets (Figure A-4) of the school district's governmental activities.

Figure A-3
Net Assets

	Governmental Activities <u>2011</u>	Governmental Activities <u>2012</u>	% Increase -Decrease
Current and other assets	\$ 11,695,718	\$ 8,517,687	-22.76
Capital assets	<u>56,388,829</u>	<u>60,780,973</u>	<u>7.79</u>
Total assets	<u>\$68,084,547</u>	<u>\$69,298,660</u>	<u>2.79</u>
Current and other liabilities	\$ 1,805,618	\$ 1,793,331	-0.68
Long-term liabilities	<u>16,839,571</u>	<u>12,297,331</u>	<u>-3.22</u>
Total liabilities	<u>18,645,189</u>	<u>18,090,662</u>	<u>-2.97</u>
Net assets:			
Invested in capital assets, net of debt	42,078,829	46,755,973	11.12
Restricted	8,472,472)	6,069,458	-12.58
Unrestricted	(1,111,944)	(1,617,433)	-28.95
Total net assets	<u>\$49,439,357</u>	<u>\$51,207,998</u>	<u>5.00</u>

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (Continued)

The (\$1,617,433) in unrestricted net assets of governmental activities represents the accumulated results of all past years' operations. It means that if we had to pay off all of our bills today including all of our non-capital liabilities (compensated absences for example), we would have (\$1,617,433) left.

The results of this year's operations for the school district Governmental Activities as a whole are reported in the Statement of Activities. Figure A-4, below, takes the information from that Statement, rounds off the numbers, and rearranges them slightly so you can see our total revenues and expenses for the year.

Figure A-4
Activity Results for Years Ended

	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>Increase/ -Decrease</u>
Revenues:			
Program revenue			
State grants & entitlements	\$6,465,935	\$7,534,792	\$ 1,068,857
General Revenue			
Local tax levy	46,594,829	47,728,327	1,133,498
Federal and State aid	2,939,158	2,597,960	-341,198
Miscellaneous revenues (Incl. Special items & Transfers)	<u>3,526,685</u>	<u>3,435,652</u>	<u>-91,033</u>
Total Revenues	<u>\$57,692,679</u>	<u>\$60,194,657</u>	<u>\$2,501,979</u>
Functions/Program Expenses:			
Instruction			
Regular programs	17,652,317	18,082,519	430,202
Special programs	5,799,060	6,130,646	331,586
Other Instructional programs	1,671,045	1,738,574	67,529
Support Services			
Student services	5,852,037	6,029,089	177,052
Tuition	2,241,385	2,400,151	158,765
Instructional staff support			
General administration and			
Business services	1,750,096	1,762,661	12,568
School administration	2,593,572	2,731,754	138,183
Plant services	4,480,574	4,599,056	118,482
Student transportation services	1,113,284	1,090,841	-22,444
Unallocated benefits	12,249,171	13,633,867	1,384,696
Unallocated depreciation and amortization	27,048	26,816	-232
Community services programs			
Interest on long-term debt	<u>150,888</u>	<u>634,067</u>	<u>483,179</u>
Total Expenses	<u>\$55,580,478</u>	<u>\$58,860,040</u>	<u>\$3,279,562</u>
<i>Increase/-decrease in net assets</i>	<u>\$3,946,128</u>	<u>\$2,436,691</u>	<u>\$-1,509,437</u>

Governmental Activities

As reported in the Statement of Activities, the cost of all our governmental activities this year was \$58,860,040. These costs were financed by \$47,728,327 in local property school taxes, \$10,087,483 in federal and state aid and \$3,435,652 in miscellaneous revenues including interest, general entitlements, special items and transfers.

In Figure A-5, below, we have presented the cost of each of the school district's seven largest functions as listed below. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by the function.

Figure A-5

Governmental Activities

Total Cost of Services

	<u>Year Ended</u> <u>June 30, 2011</u>	<u>Year Ended</u> <u>June 30, 2012</u>
Regular programs instruction	\$17,652,317	\$18,082,519
Unallocated benefits	12,249,171	13,633,867
Student services	5,852,037	6,029,089
Special Program instruction	5,799,060	6,130,646
Plant services	4,480,574	4,599,056
School Administration	2,593,572	2,731,754
All others	<u>6,953,747</u>	<u>7,653,110</u>
Total	<u>\$55,580,478</u>	<u>\$58,860,040</u>

Financial Analysis of the District's Funds

As we noted earlier, the school district uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the school district is being accountable for the resources provided to it, and also, gives more insight into the school district's overall financial health.

As the school district completed this year, our governmental funds reported a combined fund balance of \$7,741,042, which is a decrease of \$2,085,118 from last year. This decrease is primarily the result of capital projects fund expenditures related to the approved bond referendum that occurred during the reporting period. Also, as noted previously, the reported governmental fund balance is impacted by the non-recognition, on a GAAP basis, of State Aid payments deferred to July 2012 in the combined amount of \$755,960

General Fund Budgetary Highlights

Over the course of the year, the school district revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. Budget changes/transfers are approved by the Board of Education throughout the year. Although the district's projected budget for the general fund anticipated that revenues and expenditures would be roughly equal, the actual results for the year show a deficit.

Actual revenues reflect a positive variance of \$5.1 million. This is primarily due to the non-budgeted employer on-behalf TPAF pension and social security contributions, \$4.4 million, made by the State of New Jersey and additional state aid received during the current year of \$519,473, which is being utilized in the 2012-2013 school district budget.

Actual expenditures reflect a negative variance of \$3.6 million even though several budget lines show a positive variance. This is primarily due to the non-budgeted employer on-behalf TPAF pension and social security contributions, \$4.4 million, made by the State of New Jersey.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2012, the school district had \$132,141,514 invested in a broad range of capital assets, including land, buildings, building improvements, other improvements and furniture and equipment. This amount represents a net increase (including additions, deductions and depreciation) of \$4,392,144, or 8.00% percent, from last year.

Figure A-6
Capital Assets at Year-End

<u>Governmental Activities</u>	<u>2011</u>	<u>2011</u>
Land	\$41,197,641	\$41,197,641
Construction in Progress	7,835,247	12,576,147
Buildings and Improvements	73,500,424	73,510,395
Furniture, Equipment and Vehicles	<u>4,733,249</u>	<u>4,857,332</u>
Total	<u>\$127,266,561</u>	<u>\$132,141,514</u>

As noted above, this year's net additions/deletion are reported at \$4,874,953. Of major significance is the continuing of construction projects in progress of \$4,740,890. Anticipated completion for the balance of construction projects in progress is during 2012-2013.

Long-Term Debt

At the end of this year, the school district had \$14,610,123 in bonds and capital leases outstanding versus \$15,040,810 the previous year – a decrease of 2.86%. The long-term debt at of the District consisted of:

Figure A-7
Outstanding Debt, at Year-End

<u>Governmental Activities</u>	<u>2011</u>	<u>2012</u>
Capital leases	\$ 730,810	\$ 585,122.73
General obligation bonds	<u>14,310,000</u>	<u>14,025,000</u>
Total	<u>\$15,040,810</u>	<u>\$14,610,123</u>

The school district's general obligation bond rating continues to be above investment grade. The state limits the amount of general obligation debt that Districts can issue to 4% (for K through 12 districts) of the most recent three-year average state equalized assessed value of the taxable property within the school district's corporate limits. The school district's outstanding and authorized but not issued general obligation debt of \$14,025,763 at June 30, 2012, is significantly below the \$166,043,202 statutorily-imposed limit.

Other obligations include accrued vacation pay and sick leave. We present more detailed information about our long-term liabilities in the notes to the financial statement.

FACTORS AFFECTING THE DISTRICT'S FUTURE

- The financial position of the district remains in a good and stable condition despite the difficult economic times. However, maintaining existing programs with increased enrollment, provisions of the multitude of programs/services legally required for special needs pupils, unfunded federal and state mandates and the cost of employee benefits place a great demand on the district's resources. As a result, careful management of expenses remains essential for the district to sustain its financial health.
- The state made significant cuts in aid to the district's 2010-2011 budget in the amount of \$2,594,245. This cut in the 2010-2011 budget represented 5% of the district's overall budget. Even though state aid was originally increased in 2011-2012 by \$519,472, and then an additional \$519,473 after the 2011-2012 budget was adopted, the amount of increase only represented a 2% return from the 5% reduction in 2010-2011, there is no guarantee, based upon the current economic conditions that this amount of state aid will continue in the future. Also, after the aforementioned reduction in aid, including the slight increases in 2011-2012 and 2012-2013, the state currently only funds approximately 5% of the overall district budget. The incremental effect of the continued under funding of education, including unfunded federal and state mandates, continues to increase the reliance on local tax revenues to sustain the existing educational programs.
- A new budget cap law, P.L. 2010, c. 44, effective July 13, 2010 (the "New Cap Law"), further provides limitations on a school district spending by limiting the amount a school district can raise for school district purposes through the property tax levy by two percent (2%) over the prior year's tax levy. The New Cap Law provides for certain adjustments to the tax levy cap for specific circumstances relating to enrollment increases, health care cost increases and increases in amounts for certain normal and accrued liability pension contributions. However, any utilization of these adjustments will result in an increased local tax burden upon the property owners of Cranford.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, parents, students, investors and creditors with a general overview of the school district's finances and to show the school district's accountability for the money it received. If you have questions about this report or wish to request additional financial information, contact Robert J. Carfagno, CPA, Business Administrator/Board Secretary, at 132 Thomas Street, Cranford, New Jersey, 07016.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL
STATEMENTS

SECTION - A

CRANFORD SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2012

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 788,959.87	\$ 5,529.81	\$ 794,489.68
Receivables, net	7,713,238.80	46,985.97	7,760,224.77
Inventory		3,735.34	3,735.34
Unamortized issuance costs on refinancing	15,488.23		15,488.23
Capital assets, net (Note 3):	<u>60,780,972.97</u>	<u>61,980.69</u>	<u>60,842,953.66</u>
Total Assets	<u>69,298,659.87</u>	<u>118,231.81</u>	<u>69,416,891.68</u>
LIABILITIES			
Accounts payable	488,378.66	49,358.79	537,737.45
Accrued interest payable	85,012.92		85,012.92
Accrued Salaries	252,341.56		252,341.56
Deferred revenue	12,294.34		12,294.34
Other Liabilities	8,141.73		8,141.73
Noncurrent liabilities (Note 4):			
Due within one year	947,161.84		947,161.84
Due beyond one year	<u>16,297,330.89</u>		<u>16,297,330.89</u>
Total liabilities	<u>18,090,661.94</u>	<u>49,358.79</u>	<u>18,140,020.73</u>
NET ASSETS			
Invested in capital assets, net of related debt	46,755,972.97	61,980.69	46,817,953.66
Restricted for:			
Debt service	3.65		3.65
Capital projects	4,423,589.66		4,423,589.66
Other purposes	1,645,864.44		1,645,864.44
Unrestricted (Deficit)	<u>(1,617,432.79)</u>	<u>6,892.33</u>	<u>(1,610,540.46)</u>
Total net assets	<u>\$ 51,207,997.93</u>	<u>\$ 68,873.02</u>	<u>\$ 51,276,870.95</u>

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

CRANFORD SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities
Governmental activities:					
Instruction:					
Regular	\$18,082,518.97		2,079,051.96	(\$16,003,467.01)	(\$16,003,467.01)
Special education	6,130,645.84			(6,130,645.84)	(6,130,645.84)
Other special instruction	586,876.34			(586,876.34)	(586,876.34)
Other instruction	1,151,697.34			(1,151,697.34)	(1,151,697.34)
Support services:					
Tuition	2,400,150.61			(2,400,150.61)	(2,400,150.61)
Student & instruction related services	6,029,088.86		825,027.40	(5,204,061.46)	(5,204,061.46)
School administrative services	2,731,754.26		162,156.28	(2,569,597.98)	(2,569,597.98)
General and business administrative services	1,762,660.87			(1,762,660.87)	(1,762,660.87)
Plant operations and maintenance	4,599,055.82			(4,599,055.82)	(4,599,055.82)
Pupil transportation	1,090,840.52		21,508.00	(1,069,332.52)	(1,069,332.52)
Unallocated benefits	13,633,867.04		4,447,048.33	(9,186,818.71)	(9,186,818.71)
Special schools					
Interest on long-term debt	634,066.92			(634,066.92)	(634,066.92)
Unallocated depreciation and amortization	26,816.15			(26,816.15)	(26,816.15)
Total governmental activities	58,860,039.54		7,534,791.97	(51,325,247.57)	(51,325,247.57)
Business-type activities:					
Food Service	757,730.85	590,482.68	113,581.28		(53,666.89)
CSDA	12,825.00		12,825.00		
Total business-type activities	770,555.85	590,482.68	126,406.28	(53,666.89)	(53,666.89)
Total primary government	\$59,630,595.39	\$590,482.68	\$7,661,198.25	(51,325,247.57)	(51,378,914.46)
General revenues:					
Taxes:					
Property taxes, levied for general purposes, net				\$47,728,327.00	\$47,728,327.00
Federal and State aid not restricted				847.09	847.09
Federal and State aid restricted				2,597,112.94	2,597,112.94
Tuition received				3,289,193.81	3,289,193.81
Investment Earnings				2,949.10	2,949.10
Miscellaneous Income				126,831.06	126,831.06
Special item(s)—Insurance Reimbursement For Replacement of Fixed Assets				16,678.04	16,678.04
Total general revenues, special items, extraordinary items and transfers				53,761,939.04	53,761,939.04
Change in Net Assets				2,436,691.47	(53,666.89)
Net Assets—beginning				48,771,306.46	122,539.91
Net Assets—ending				\$51,207,997.93	\$68,873.02

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

FUND FINANCIAL STATEMENTS

SECTION - B

GOVERNMENTAL FUNDS

CRANFORD PUBLIC SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

Exhibit B-1
Page 1 of 2

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 766,964.72	\$ 21,990.50		\$ 3.65	\$ 788,958.87
Receivables, Net:					
Due from Other Funds	1,299,347.57				1,299,347.57
Receivables from Other Governments	287,387.72	187,092.73	5,485,283.10		5,959,763.55
Other	1,668,267.25	85,208.00			1,753,475.25
Restricted Cash and Cash Equivalents	1.00				1.00
Total Assets	4,021,968.26	294,291.23	5,485,283.10	3.65	9,801,546.24
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	444,841.90	36,137.31			480,979.21
Intergovernmental Payable		7,399.45			7,399.45
Accrued Salaries and Benefits	251,535.56	806.00			252,341.56
Interfund Payable		237,654.13	1,061,693.44		1,299,347.57
Deferred Revenue		12,294.34			12,294.34
Other Current Liabilities	8,141.73				8,141.73
Total Liabilities	704,519.19	294,291.23	1,061,693.44		2,060,503.86
Fund Balances:					
Restricted For:					
Excess Surplus	441,522.60				441,522.60
Excess Surplus - Designated for Subsequent Year's Expenditures	1,204,341.84				1,204,341.84
Capital Reserve Account	1.00				1.00
Committed For:					
Year - End Encumbrances	408,916.98		321,827.06		730,744.04
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures	813,627.16				813,627.16
Debt Service Fund				3.65	3.65
Capital Projects Fund			4,101,762.60		4,101,762.60
Unassigned, Reported In:					
General Fund	449,039.49				449,039.49
Total Fund Balances	3,317,449.07		4,423,589.66	3.65	7,741,042.38
Total Liabilities and Fund Balances	\$ 4,021,968.26	\$ 294,291.23	\$ 5,485,283.10	\$ 3.65	\$ 9,801,546.24

CRANFORD SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2012

Exhibit B-1
Page 2 of 2

Amounts reported for <i>governmental activities</i> in the statement of net assets (A-1) are different because:	\$ 7,741,042.38
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$132,141,514.46 and the accumulated depreciation is \$71,360,541.49	60,780,972.97
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.	(17,244,492.73)
Short-term liabilities, including accrued interest on long-term debt, are not due payable in the current period and therefore are not reported as liabilities in the funds.	(85,012.92)
Transactions related to a current refunding of long-term debt, refinancing of lease agreement are not reported in the funds. Cost of issuance, net of amortization	<u>15,488.23</u>
Net assets of governmental activities.	\$ <u><u>51,207,997.93</u></u>

CRANFORD PUBLIC SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local Tax Levy	\$ 46,806,452.00	\$	\$	\$ 921,875.00	\$ 47,728,327.00
Tuition Charges	3,289,193.81				3,289,193.81
Miscellaneous	129,780.16				129,780.16
Local Sources		45,269.46			45,269.46
State Sources	6,810,403.33	141,241.55	1,896,359.94		8,848,004.82
Federal Sources	115,213.09	1,124,264.63			1,239,477.72
Total Revenues	<u>57,151,042.39</u>	<u>1,310,775.64</u>	<u>1,896,359.94</u>	<u>921,875.00</u>	<u>61,280,052.97</u>
EXPENDITURES:					
Current:					
Regular Instruction	17,533,053.08	323,591.96			17,856,645.04
Special Education Instruction	6,105,820.17				6,105,820.17
Other Special Instruction	586,876.34				586,876.34
Other Instruction	1,121,443.92				1,121,443.92
Support Services and Undistributed Costs:					
Tuition	1,575,123.21	825,027.40			2,400,150.61
Student & Instruction Related Services	5,850,927.58	162,156.28			6,013,083.86
School Administrative Services	2,698,257.14				2,698,257.14
Other Administrative Services	1,699,715.14				1,699,715.14
Plant Operations and Maintenance	4,337,711.17				4,337,711.17
Pupil Transportation	1,134,938.56				1,134,938.56
Unallocated Benefits	13,633,867.04				13,633,867.04
Debt Service:					
Principal				285,000.00	285,000.00
Interest and Other Charges				636,872.39	636,872.39
Capital Outlay	<u>190,324.00</u>		<u>4,740,899.84</u>		<u>4,931,223.84</u>
Total Expenditures	<u>56,468,057.35</u>	<u>1,310,775.64</u>	<u>4,740,899.84</u>	<u>921,872.39</u>	<u>63,441,605.22</u>
Excess (Deficiency) of Revenues over Expenditures	<u>682,985.04</u>		<u>(2,844,539.90)</u>	<u>2.61</u>	<u>(2,161,552.25)</u>
OTHER FINANCING SOURCES (USES):					
Capital Leases	<u>76,434.60</u>				<u>76,434.60</u>
Total Other Financing Sources and Uses	<u>76,434.60</u>				<u>76,434.60</u>
Net Change in Fund Balances	759,419.64		(2,844,539.90)	2.61	(2,085,117.65)
Fund Balance - July 1	<u>2,558,029.43</u>		<u>7,268,129.56</u>	<u>1.04</u>	<u>9,826,160.03</u>
Fund Balance - June 30	<u>\$ 3,317,449.07</u>	<u>\$</u>	<u>\$ 4,423,589.66</u>	<u>\$ 3.65</u>	<u>\$ 7,741,042.38</u>

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

CRANFORD 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)	\$	(2,085,117.65)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
	Depreciation expense	(537,968.59)
	Capital outlays	<u>4,931,223.84</u>
		4,393,255.25
Repayment of bond and lease obligation (long-term 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.		507,121.71
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets. Capital lease proceeds		(76,434.60)
In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-)		(17,789.03)
In the statement of activities, insurance reimbursement for extraordinary storm damage of capital assets, where as in the governmental funds, the proceeds is not reported. Thus, the change in net assets will differ from the change in fund balance by the reimbursement of cost of the asset. (+)		16,678.04
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation. (+)		2,805.47
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		(300,830.00)
Amortization Expenses - Net		<u>(2,997.72)</u>
Change in net assets of governmental activities	\$	<u>2,436,691.47</u>

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

PROPRIETARY FUNDS

CRANFORD PUBLIC SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2012

	Business-type Activities - Enterprise Funds		
	Food Service	CSDA	Totals
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 5,529.81	\$	\$ 5,529.81
Accounts Receivable	46,985.97		46,985.97
Inventories	3,735.34		3,735.34
	56,251.12		56,251.12
Total Current Assets			
Noncurrent Assets:			
Furniture, Machinery & Equipment	241,803.35		241,803.35
Less Accumulated Depreciation	(179,822.66)		(179,822.66)
	61,980.69		61,980.69
Total Noncurrent Assets			
	118,231.81		118,231.81
Total Assets			
LIABILITIES:			
Current Liabilities:			
Accounts Payable	49,128.85		49,128.85
Intergovernmental Payable	229.94		229.94
	49,358.79		49,358.79
Total Current Liabilities			
	49,358.79		49,358.79
Total Liabilities			
NET ASSETS:			
Invested in Capital Assets - Net of Related Debt	61,980.69		61,980.69
Unrestricted (Deficit)	6,892.33		6,892.33
	68,873.02		68,873.02
Total Net Assets			
	\$ 68,873.02	\$	\$ 68,873.02

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

CRANFORD PUBLIC SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Funds		Total Enterprise Funds
	Food Service	CSDA	
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 347,571.40	\$	\$ 347,571.40
Daily Sales - Non-reimbursable Programs	242,911.28		242,911.28
Total Operating Revenues	590,482.68		590,482.68
Operating Expenses:			
Purchased Property Services	30,750.00		30,750.00
Other Purchased Services	709,550.03		709,550.03
Salaries		11,453.13	11,453.13
Employee Benefits		876.16	876.16
Depreciation	17,430.82		17,430.82
General Supplies and Materials		495.71	495.71
Total Operating Expenses	757,730.85	12,825.00	770,555.85
Operating Income (Loss)	(167,248.17)	(12,825.00)	(180,073.17)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	6,756.42		6,756.42
Federal Sources:			
National School Lunch Program	81,857.77		81,857.77
Food Distribution Program	24,967.09		24,967.09
Program Donations		12,825.00	12,825.00
Total Nonoperating Revenues (Expenses)	113,581.28	12,825.00	126,406.28
Income (Loss) before Transfers	(53,666.89)		(53,666.89)
Change in Net Assets	(53,666.89)		(53,666.89)
Total Net Assets - Beginning	122,539.91		122,539.91
Total Net Assets - Ending	\$ 68,873.02	\$	\$ 68,873.02

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

CRANFORD PUBLIC SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Business-type Activities - Enterprise Funds</u>		<u>Total Enterprise Funds</u>
	<u>Food Service</u>	<u>CSDA</u>	
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Receipts from Customers	\$ 590,482.68	\$	\$ 590,482.68
Payments to Employees		(11,453.13)	(11,453.13)
Payments for Employee Benefits		(876.16)	(876.16)
Payments to Suppliers	<u>(745,224.40)</u>	<u>(495.71)</u>	<u>(745,720.11)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(154,741.72)</u>	<u>(12,825.00)</u>	<u>(167,566.72)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Federal and State Sources	100,456.45		100,456.45
Program Donations/Local Sources		<u>12,825.00</u>	<u>12,825.00</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>100,456.45</u>	<u>12,825.00</u>	<u>113,281.45</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchases of Capital Assets	<u>(12,744.60)</u>		<u>(12,744.60)</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(12,744.60)</u>		<u>(12,744.60)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(67,029.87)		(67,029.87)
Balances - Beginning of Year	<u>72,559.68</u>		<u>72,559.68</u>
Balances - End of Year	<u>\$ 5,529.81</u>	<u>\$</u>	<u>\$ 5,529.81</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (167,248.17)	\$ (12,825.00)	\$ (180,073.17)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Depreciation	17,430.82		17,430.82
Food Distribution Program	24,967.09		24,967.09
(Increase) Decrease in Accounts Receivable	(30,750.00)		(30,750.00)
(Increase) Decrease in Inventories	3,906.20		3,906.20
Increase (Decrease) in Accounts Payable	(2,099.39)		(2,099.39)
Increase (Decrease) in Deferred Revenue	<u>(948.27)</u>		<u>(948.27)</u>
Total Adjustments	<u>12,506.45</u>		<u>12,506.45</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (154,741.72)</u>	<u>\$ (12,825.00)</u>	<u>\$ (167,566.72)</u>

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

FIDUCIARY FUNDS

CRANFORD PUBLIC SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY NET ASSETS
JUNE 30, 2012

	Unemployment Compensation Trust	Agency Fund
	<u> </u>	<u> </u>
ASSETS:		
Cash and Cash Equivalents	<u>\$44,611.52</u>	<u>\$984,007.63</u>
Total Assets	<u>44,611.52</u>	<u>984,007.63</u>
LIABILITIES:		
Accounts Payable	20,556.36	
Payroll Deductions and Withholdings		62,456.30
Accrued Salaries and Wages		709,144.54
Payable to Student Groups		<u>212,406.79</u>
Total Liabilities	<u>20,556.36</u>	<u>\$984,007.63</u>
NET ASSETS:		
Held in Trust for Unemployment Claims and Other Purposes	<u>\$24,055.16</u>	

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

CRANFORD PUBLIC SCHOOL DISTRICT
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Unemployment Compensation Trust</u>
ADDITIONS	
Contributions:	
Plan Member	\$ <u>54,055.28</u>
Total Contributions	<u>54,055.28</u>
Total Additions	<u>54,055.28</u>
DEDUCTIONS	
Quarterly Contributions Reports	<u>116,262.86</u>
Total Deductions	<u>116,262.86</u>
Change in Net Assets	(62,207.58)
Net Assets - Beginning of the Year	<u>86,262.74</u>
Net Assets - End of the Year	<u><u>\$ 24,055.16</u></u>

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

TOWNSHIP OF CRANFORD SCHOOL DISTRICT
COUNTY OF UNION, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of the Township of Cranford School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has issued codification of governmental accounting and financial reporting standards dated June 30, 2005. This codification and subsequent GASB pronouncements are recognized as U.S. generally accepted accounting principles for state and local governments. This financial report has been prepared in conformity with GASB Statement No. 34, Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments, issued in June 1999.

The more significant of the Board's accounting policies are described below.

A. Reporting Entity:

The Township of Cranford School District is a Type II district located in the County of Union, 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. The purpose of the district is to educate students in grades K-12. The Township of Cranford School District had an enrollment at June 30, 2012 of 3,911 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
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is a fiscal dependency by the organization on the District

Based on the aforementioned criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Basic Financial Statement Presentation

The District-wide financial statements (i.e. the Statement of Net Assets and the Statement of Activities) display information about the reporting government as a whole. These statements include all the financial activities of the District, except for the fiduciary funds. The Fiduciary Funds are only reported in the Statements of Fiduciary Net Assets at the Fund Financial Statement level.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charge to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Basic Financial Statement Presentation (Cont'd):

grants and contributions that are restricted to meeting the operational; or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The District applies restricted resources first when an expense is incurred for purpose for which both restricted and unrestricted net assets are available. Depreciation expense can be specifically identified by function and is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities. The effect of interfund activity has been removed from these statements. Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the District-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Internal Service Fund is presented in the proprietary fund financial statements. Because the principal user of the internal services are the District's governmental activities, the financial statement of the internal service fund is consolidated into the governmental column when presented in the government-wide financial statements. The cost of these services is reported in the appropriate functional activity.

Proprietary funds distinguish operating revenues and expenses from non operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the District's internal service fund are charges to customers for service. Operating expenses for the internal service fund include the cost of services. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The fiduciary funds are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the District-wide statements.

B. Fund Accounting:

The accounts of the 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 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. The various funds are grouped in the financial statements in this report, into seven fund types within three broad fund categories and two account groups as follows:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Fund Accounting (Cont'd):

GOVERNMENTAL FUNDS

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

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those 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. Resources for instructional and noninstructional equipment 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). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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.

Permanent Fund - The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs.

PROPRIETARY FUNDS

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:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

PROPRIETARY FUNDS (CONT'D)

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

The District's Enterprise Fund is comprised of the Food Service Fund and Cranford School District Academy.

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:

Food Service Fund:	
Equipment	10 Years
Light Trucks and Vehicle	4 Years
Heavy Trucks and Vehicle	6 Years

FIDUCIARY FUNDS

Agency Fund – The Agency Fund is used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

Employee Benefit Trust (Unemployment Insurance) – Employee Benefit Trust should be used to report resources that are required to be held in trust for members and beneficiaries of employee benefit plans.

Private Purpose Scholarship Trust – The Private Purpose Scholarship Trust should be used to report all trust arrangements under which principal and income benefit individuals, private organizations or other governments.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

C. Basis of Accounting and Measurement Focus:

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting transactions are recorded in the following manner:

Revenue Recognition – Revenue is recognized when it becomes 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. Federal revenue is recorded in the year in which the related expenditure is made. Other revenue is considered available is collected within one year.

Ad Valorem (Property) Taxes are susceptible to accrual and under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

Recording of Expenditures – Expenditures are generally recorded when a liability is incurred. The exception to this general rule is that interest and principal expenditures in the Debt Service Fund are recognized on their due dates.

In its accounting and financial reporting, the 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 District’s proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. 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.2(m) 1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. The Board of Education did not make any material supplemental budgetary appropriations during the fiscal year.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Budgets/Budgetary Control (Cont'd):

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 revenue recognition of the one or more June state aid payments for budgetary purposes only and 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 statements

The following presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue 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 FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Budgets/Budgetary Control (Cont'd):

Explanation of differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>
Sources/inflows of resources			
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$57,186,364	\$1,310,775.64	\$4,886,945.34
Difference- budget to GAAP:			
The last State Aid payment is recognized as revenue for budgetary purposes, and differs from GAAP, which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33).	(755,960)		
State Aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	720,638.39		
The SDA Grant recognized as revenue for budgetary purposes when awarded, and differs from GAAP, which does not recognize this revenue until expended.	_____	_____	(2,990,585.40)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance – governmental funds.	<u>\$57,151,042.39</u>	<u>\$1,310,775.64</u>	<u>\$1,896,359.94</u>
Uses/Outflows of resources			
Actual amounts (budgetary basis) "total outflows" From the budgetary comparison schedule	\$56,468,057.35	\$1,310,775.64	\$4,740,899.84
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances – governmental funds.	<u>\$56,468,057.35</u>	<u>\$1,310,775.64</u>	<u>\$4,740,889.84</u>

E. Reserve for 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 District has received advances, are reflected in the balance sheet as deferred revenues at fiscal year end.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

E. Reserve for Encumbrances:

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.

F. Cash, Cash Equivalents and Investments:

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. All other investments are stated at fair value.

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

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

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.

G. Tuition Payable

Tuition charges for the fiscal years 2010-2011 and 2011-2012 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund are recorded as expenditure during the year of purchase.

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2012.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

I. Short-Term Interfund Receivables/Payables:

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

J. Capital Assets:

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of \$2,000.00 or more for capitalizing capital assets. The system for accumulation of fixed assets cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated costs.

Capital assets are recorded in the District-wide financial statements, but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purpose. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

Capital assets not being depreciated include land and construction in progress.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

K. Accounts Receivable State – Capital Projects Fund

The District received approval for state grants in the amounts of \$2,099,527.00 for the 2002 School Board Referendum and \$7,992,506.00 for the 2009 School Board Referendum, to make improvements to various school buildings in the District. The state grant participation in the projects represents 40% of total project costs of \$6,271,527.00 and \$19,981,269.00, respectively, of costs deemed eligible as determined by the Commissioner of Education. The state has also established a fixed schedule for the submission of reimbursement vouchers, which is based upon the achievement of certain percentage of completion.

The District recognizes state grant revenue as earned, i.e., as eligible expenditures are incurred, at the rate of 40% of said expenditures. It is assumed that project completion will continue at a pace that will permit the filing of reimbursement vouchers within a time frame, which meets the availability criterion for revenue recognition under GAAP. Through June 30, 2012, the District has recognized a total of \$5,485,283.10 in state grant revenue, of which \$482,457.42 has not been received for the 2002 referendum and \$5,002,825.68 has not been received for the 2009 referendum.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**L. 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 related 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. The School District reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences".

The entire compensated absences liability is reported on the government-wide financial statements. For governmental funds, the current portion of unpaid compensated absences in the amount expected to be paid using expendable available resources. The non-current portion of the liability is not reported.

M. Deferred Revenue:

Deferred revenue in the general fund consists of tuition payments that have been received as of June 30, 2012 but not yet earned. Special revenue fund deferred revenue represents cash that has been received but not yet earned.

N. Long-term Obligations:

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

O. Fund Equity:

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Reserves represent those portions of fund equity not available for appropriation for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

P. Restricted Assets

Restricted assets are cash and cash equivalents whose use is limited by legal requirements such as capital reserve requirements and proceeds from the issuing of the bonds and leases related to the capital project.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Q. Net Assets:

Net assets represent the difference between assets and liabilities in the District-wide financial statements. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. Net assets are reported as restricted in the District-wide financial statement when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

R. Estimates:

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

S. Costs of Issuance/Premium/Deferred Amount on Refunding

Issuance costs, bond premiums and deferred amounts on refunding/refinancing are deferred and amortized over the term of the bonds/leases using the straight-line method. Unamortized issuance costs are recorded as other assets, whereas unamortized bond premiums and deferred amounts on refunding are presented as additions and reductions of outstanding bond principal.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Cranford Board of Education had the following depository accounts. All deposits are carried at cost plus accrued interest. The government does not have a deposit policy.

Depository Account	Bank Balance
Insured - FDIC	\$ 250,000.00
Insured – NJGUDPA (N.J.S.A.17:9-41)	<u>2,051,714.42</u>
Total Deposits	\$ <u>2,301,714.42</u>

Custodial Credit Risk – Deposits- Custodial credit risk is the risk that in the event of a bank failure, the board's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2012, \$0.00 of the Board's bank balance of \$2,301,714.42 was exposed to custodial risk. (See Note 1-F. relating to statutory mitigation of custodial risk in the event of a bank failure).

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis.

As of June 30, 2012, the District had \$48,145.82 on deposit with the New Jersey Cash Management Fund and \$150,227.37 with TD Bank Cash Management Fund.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. FIXED ASSETS

CRANFORD SCHOOL DISTRICT
CAPITAL ASSETS NOTE DISCLOSURE
DISCLOSURE OF INFORMATION ABOUT CAPITAL ASSETS (UNAUDITED)

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets That Are Not Being Depreciated:				
Land	\$ 41,197,641.00	\$	\$	\$ 41,197,641.00
Construction in Progress	<u>7,835,247.07</u>	<u>4,740,899.84</u>		<u>12,576,146.91</u>
Total Capital Assets Not Being Depreciated	<u>49,032,888.07</u>	<u>4,740,899.84</u>		<u>53,773,787.91</u>
Building and Building Improvements	73,076,024.67	9,971.00		73,085,995.67
Improvements other than Buildings	424,399.00			424,399.00
Machinery, Equipment, Furniture & Vehicles	<u>4,733,249.48</u>	<u>197,030.99</u>	<u>72,948.59</u>	<u>4,857,331.88</u>
Totals at Historical Cost	<u>78,233,673.15</u>	<u>207,001.99</u>	<u>72,948.59</u>	<u>78,367,726.55</u>
Less Accumulated Depreciation For:				
Building and Building Improvements	(67,755,638.49)	(212,839.20)		(67,968,477.69)
Improvements other than Buildings	(371,723.00)	(17,542.93)		(389,265.93)
Equipment, Furniture, and Vehicles	<u>(2,750,370.97)</u>	<u>(307,586.46)</u>	<u>(55,159.56)</u>	<u>(3,002,797.87)</u>
Total Accumulated Depreciation	<u>(70,877,732.46)</u>	<u>(537,968.59)</u>	<u>(55,159.56)</u>	<u>(71,360,541.49)</u>
Total Capital Assets Being Depreciated (Net of Accumulated Depreciation)	<u>7,355,940.69</u>	<u>(330,966.60)</u>	<u>17,789.03</u>	<u>7,007,185.06</u>
Government Activities Capital Assets, Net	<u>\$ 56,388,828.76</u>	<u>\$ 4,409,933.24</u>	<u>\$ 17,789.03</u>	<u>\$ 60,780,972.97</u>
Business-type Activities				
Equipment	229,058.75	12,744.60		241,803.35
Less Accumulated Depreciation for: Equipment	<u>(162,391.84)</u>	<u>(17,430.82)</u>		<u>(179,822.66)</u>
Business-type Activities Capital Assets, Net	<u>\$ 66,666.91</u>	<u>\$ (4,686.22)</u>		<u>\$ 61,980.69</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 206,872.73
Direct expense of various functions	<u>331,095.86</u>
Total depreciation expense	<u>\$ 537,968.59</u>

NOTE 4: LONG-TERM LIABILITIES

CRANFORD SCHOOL DISTRICT
LONG TERM DEBT DISCLOSURE
DISCLOSURE OF INFORMATION ABOUT LONG TERM LIABILITIES (UNAUDITED)

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

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Debt	\$ 14,310,000.00	\$ _____	\$ 285,000.00	\$ 14,025,000.00	\$ 720,000.00
Total Bonds Payable	<u>14,310,000.00</u>	<u>_____</u>	<u>285,000.00</u>	<u>14,025,000.00</u>	<u>720,000.00</u>
Other Liabilities:					
Obligations Under Capital Lease	730,809.84	76,434.60	222,121.71	585,122.73	197,470.84
Compensated Absences Payable	<u>2,333,540.00</u>	<u>463,939.00</u>	<u>163,109.00</u>	<u>2,634,370.00</u>	<u>29,691.00</u>
Total Other Liabilities	<u>3,064,349.84</u>	<u>540,373.60</u>	<u>385,230.71</u>	<u>3,219,492.73</u>	<u>227,161.84</u>
Total Liabilities	<u>\$ 17,374,349.84</u>	<u>\$ 540,373.60</u>	<u>\$ 670,230.71</u>	<u>\$ 17,244,492.73</u>	<u>\$ 947,161.84</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 4. GENERAL LONG-TERM DEBT (CONT'D):

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

Principal and interest due on bonds outstanding as at June 30, 2012 is as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	720,000.00	443,222.50	1,163,222.50
2014	755,000.00	423,852.50	1,178,852.50
2015	790,000.00	403,077.50	1,193,077.50
2016	825,000.00	381,017.50	1,206,017.50
2017	865,000.00	357,362.50	1,222,362.50
2018	902,000.00	331,897.50	1,233,897.50
2019	540,000.00	312,657.50	852,657.50
2020	560,000.00	299,232.50	859,232.50
2021	580,000.00	283,907.50	863,907.50
2022	610,000.00	266,782.50	876,782.50
2023	630,000.00	248,182.50	878,182.50
2024	670,000.00	228,263.75	898,263.75
2025	710,000.00	206,257.50	916,257.50
2026	740,000.00	179,920.00	919,920.00
2027	780,000.00	149,520.00	929,520.00
2028	830,000.00	117,320.00	947,320.00
2029	840,000.00	83,920.00	923,920.00
2030	840,000.00	50,320.00	890,320.00
2031	838,000.00	16,760.00	854,760.00
	<u>\$ 14,025,000.00</u>	<u>\$ 4,783,473.75</u>	<u>\$18,808,473.75</u>

B. Bonds Authorized But Not Issued -- As of June 30, 2012, the District had bonds authorized but not issued outstanding in the amount of \$763.00.

C. Capital Leases -- The District is leasing copier equipment, playground equipment, and maintenance vehicle under capital leases. Following are schedules of the future lease payments under the respective capital leases, and the present value of net minimum lease payments at June 30, 2012:

Lease Purchase Agreements – Playground Equipment:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	46,678.69	3,367.78	50,046.47
2014	<u>48,333.25</u>	<u>1,713.22</u>	<u>50,046.47</u>
	<u>\$95,011.94</u>	<u>\$ 5,081.00</u>	<u>\$100,092.94</u>

NOTES TO FINANCIAL STATEMENTS

NOTE 4. GENERAL LONG-TERM DEBT (CONT'D):

C. Capital Leases (Cont'd.)

Lease Purchase Agreements – Maintenance Vehicle:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	8,559.10	1,647.79	10,206.89
2014	8,944.26	1,262.63	10,206.89
2015	9,346.75	860.14	10,206.89
2016	<u>9,767.36</u>	<u>439.53</u>	<u>10,206.89</u>
	<u>\$ 36,617.47</u>	<u>\$ 4,210.09</u>	<u>\$ 40,827.56</u>

Lease Purchase Agreements – Copiers

<u>Year ending June 30,</u>	<u>Principal & Interest</u>	<u>Total</u>
2013	\$142,223.05	\$142,223.05
2014	121,870.92	121,870.92
2015	111,181.58	111,181.58
2016	70,084.74	70,084.74
2017	<u>8,133.03</u>	<u>8,133.03</u>
	<u>\$453,493.32</u>	<u>\$453,493.32</u>

D. Bond Referendum

On March 11, 2002, the District held a School Board Referendum. The School District voters approved the referendum, which consisted of the following:

Construction of additional classrooms to Walnut Avenue K-2 Elementary School and various renovations, upgrades and improvements to various school facilities within the School District in an amount not to exceed \$6,271,785, and authorizing the issuance of bonds in the amount of \$4,172,000.

Of the total amount of \$6,271,785, School District Bonds dated September 15, 2002 were issued in the amount of \$4,172,000.

Furthermore, the Board of Education has received grant approval from the State of New Jersey Economic Development Authority in the amount of \$2,099,527.

D. Bond Referendum (Cont'd.)

On December 8, 2009, the District held a School Board Referendum. The School District voters approved the referendum, which consisted of the following:

Undertake district-wide roof/energy efficiency improvement projects including roof replacement at all schools; heating/ventilation upgrades at Brookside Place School, Walnut Avenue School and Bloomingdale Avenue School; and boiler replacement at Orange Avenue School, Hillside Avenue School and Lincoln School; expend on such projects an aggregate amount not exceeding \$19,981,269, which expenditure shall be funded, in part, with a \$7,992,506 State grant, based on aggregate final eligible costs of \$19,981,269 as determined by the Commissioner of Education; and issue bonds in an aggregate amount not exceeding \$11,988,763 representing the School District's local share of projects costs. The local shares of each of the projects may be transferred among projects.

Of the total amount of \$19,981,269, the School District Bonds received authorization to issue bonds in the amount of \$11,988,763, which represents the School Districts local share of the project costs.

Furthermore, the Board of Education has received grant approval from the State of New Jersey Schools Development Authority in the amount of \$7,992,506.

NOTE 5. PENSION PLANS

Description of Plans - 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, PO Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 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 non-contributing 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 as of January 1, 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 5. PENSION PLANS (CONT'D.)

Vesting and Benefit Provisions - The vesting and benefit provisions for 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 60 and are generally determined to be 1/60 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.

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 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

Three-Year Trend Information for PERS (Paid by District)

<u>Year Funding</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/12	\$ 650,947	100 %	\$ 0
6/30/11	626,653	100	0
6/30/10	479,374	100	0

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

<u>Year Funding</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/12	\$ 8310,43	100 %	\$ 0
6/30/11	80,258	100	0
6/30/10	89,223	100	0
6/30/09	81,817	100	0

During the three school years from 2008-2009 through 2010-2011, the State of New Jersey made no on-behalf payments to the TPAF system for normal pension costs or accrued liability. The amounts reported above for these years represent payments for the costs of non-contributory group life insurance premiums. In 2011-2012, the State resumed funding for normal pension and accrued liability costs, and \$80,539 of the on-behalf payment represents NCGI premiums. In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$1,945392.33 during the year ended June 30, 2012 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. POST-RETIREMENT BENEFITS

This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 24.

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pensions and Annuity Fund (TPAF) and Public Employee's Retirement System (PERS), respectively, to fund postretirement 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 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 Chapter 126, P.L. 1992, 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.

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

<u>Year Funding</u>	<u>Annual Post Retirement Medical Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/12	\$ 1,670,613	100 %	\$ 0
6/30/11	1,704,678	100	0
6/30/10	1,675,735	100	0

NOTE 7. COMPENSATED ABSENCES

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

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

In the district-wide *Statement of Net Assets*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year.

NOTE 7. COMPENSATED ABSENCES (CONT'D.)

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

NOTE 8. RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability 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 its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of employee contributions and interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and prior two years:

<u>Fiscal Year</u>	<u>Contributions/Interest</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2011-2012	\$ 54,055.28	\$ 116,262.86	\$ 24,055.16
2010-2011	53,472.41	230,676.34	86,262.74
2009-2010	57,208.88	147,019.59	263,466.67

The Board, along with other school districts, is a member of the Diploma Joint Insurance Fund for Workers' Compensation Insurance Coverage. The Fund is organized and operated pursuant to the regulatory authority of the Department of Banking and Insurance, State of New Jersey and provides for a pooling of risks, subject to established limits and deductibles. In addition, the Fund has obtained excess liability coverages for participants.

At June 30, 2012, the last available audit report, the Fund reported case revenue and losses incurred but not reported (IBNR) in excess of fund balance for all years of \$1,909,456.00.

NOTE 9. INTERFUND RECEIVABLES AND PAYABLES

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 1,299,347.57	\$
Capital Projects Fund		1,061,693.44
Special Revenue Fund		237,654.13
Total	\$ <u>1,299,347.57</u>	\$ <u>1,299,347.57</u>

NOTE 10. INVENTORY

Inventory in the Food Service Fund at June 30, 2012 consisted of the following:

Food	\$	-0-
Supplies		<u>3,735.34</u>
	\$	<u><u>3,735.34</u></u>

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 11. FUND BALANCE APPROPRIATED

General Fund - Of the \$3,317,449.07 General Fund balance at June 30, 2012, \$408,916.98 is reserved for encumbrances; \$1,645,864.44 has been reserved as "Excess Surplus N.J.S.A. 18A:7F-7 (\$1,204,341.84 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2013); \$1.00 has been reserved in the Capital Reserve Account; \$813,627.16 has been appropriated and included as anticipated revenue for the year ending June 30, 2013; and \$449,039.49 is unreserved and undesignated.

Debt Service Fund – The \$3.65 Debt Service Fund balance at June 30, 2012, is unreserved and undesignated.

Capital Projects Fund - Of the \$4,423,589.66 Capital Projects Fund balance at June 30, 2012, \$321,827.06 is reserved for encumbrances and \$4,101,762.60 is unreserved and undesignated.

NOTE 12. 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, calculated on a budgetary basis pursuant to statute, is \$441,522.60 and represents the minimum amount of fund balance that must be appropriated as part of the 2013-14 school budget. The additional amount of \$1,204,341.84 as shown on the balance sheet for governmental funds represents prior year excess surplus that has been appropriated as revenue in the 2012-13 budget.

NOTE 13. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Cranford Township Board of Education by inclusion of \$1.00 on September 25, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

NOTE 13. CAPITAL RESERVE ACCOUNT (CONT'D.)

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). 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 June 1 to June 30) 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 four special elections authorized pursuant to N.J.S.A 19:60 – 2. Pursuant to N.J.A.C. 6:23A-5.1 (d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted projects in its approved LRFP.

NOTE 14. DEFICIT FUND BALANCES

The District did not have any deficit fund balances at June 30, 2012 that would have been reported in the fund statements (modified accrual basis). P.L. 2003 c.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is not recording the last state aid payment on their GAAP financial statements until the year the State records the payable, the District cannot realize this revenue on their GAAP financial statements for the current school year.

Pursuant to *N.J.S.A.* 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action.

NOTE 15. LITIGATION

As at the date of this report, there was no litigation pending which, in the event of an adverse or unfavorable outcome, would materially impair the financial position of the Cranford School District.

REQUIRED SUPPLEMENTARY
INFORMATION

PART II

BUDGETARY COMPARISON SCHEDULES

SECTION - C

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 46,806,452.00	\$	\$ 46,806,452.00	\$ 46,806,452.00	\$
Tuition	2,980,300.00	239,526.00	3,219,826.00	3,289,193.81	69,367.81
Miscellaneous	165,453.00		165,453.00	129,780.16	(35,672.84)
Total - Local Sources	<u>49,952,205.00</u>	<u>239,526.00</u>	<u>50,191,731.00</u>	<u>50,225,425.97</u>	<u>33,694.97</u>
State Sources:					
Extraordinary Aid	439,433.00		439,433.00	586,387.00	146,954.00
Categorical Special Education Aid	1,271,309.00		1,271,309.00	1,790,782.00	519,473.00
Other State Aid				21,508.00	21,508.00
On-behalf TPAF Pension					
Contributions (non-budgeted)				2,501,656.00	2,501,656.00
Reimbursed TPAF Social Security					
Contributions (non-budgeted)				1,945,392.33	1,945,392.33
Total - State Sources	<u>1,710,742.00</u>		<u>1,710,742.00</u>	<u>6,845,725.33</u>	<u>5,134,983.33</u>
Federal Sources:					
Education Jobs Fund	110,892.00	3,474.00	114,366.00	114,366.00	
Medicaid Reimbursement				847.09	847.09
Total - Federal Sources	<u>110,892.00</u>	<u>3,474.00</u>	<u>114,366.00</u>	<u>115,213.09</u>	<u>847.09</u>
Total Revenues	<u>51,773,839.00</u>	<u>243,000.00</u>	<u>52,016,839.00</u>	<u>57,186,364.39</u>	<u>5,169,525.39</u>
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Preschool/Kindergarten	400,329.00	(26,450.24)	373,878.76	373,876.10	2.66
Grades 1- 5	6,548,973.00	(53,809.14)	6,495,163.86	6,495,162.95	0.91
Grades 6- 8	3,539,378.00	(9,264.65)	3,530,113.35	3,530,111.33	2.02
Grades 9-12	5,843,758.00	(23,422.95)	5,820,335.05	5,819,748.93	586.12

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Regular Programs - Home Instruction:					
Salaries of Teachers	\$ 40,668.00	\$ (5,230.00)	\$ 35,438.00	\$ 35,432.20	\$ 5.80
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	95,026.00	84,962.59	179,988.59	179,986.56	2.03
Purchased Professional - Educational Services	5,000.00	14,057.00	19,057.00	15,157.50	3,899.50
Other Purchased Services	261,195.70	7,305.20	268,500.90	240,734.31	27,766.59
General Supplies	793,661.49	18,973.41	812,634.90	759,334.87	53,300.03
Textbooks	122,517.00	(38,736.83)	83,780.17	83,158.33	621.84
Other Objects	450.00	(100.00)	350.00	350.00	
Total Regular Programs - Instruction	<u>17,650,956.19</u>	<u>(31,715.61)</u>	<u>17,619,240.58</u>	<u>17,533,053.08</u>	<u>86,187.50</u>
Cognitive Mild:					
Salaries of Teachers	55,875.00	7,725.18	63,600.18	63,598.25	1.93
Other Salaries for Instruction	78,355.00	(29,825.51)	48,529.49	48,346.27	183.22
Total Cognitive Mild	<u>134,230.00</u>	<u>(22,100.33)</u>	<u>112,129.67</u>	<u>111,944.52</u>	<u>185.15</u>
Learning and/or Language Disabilities:					
Salaries of Teachers	289,504.00	(925.96)	288,578.04	288,573.46	4.58
Other Salaries for Instruction	103,347.00	(14,726.10)	88,620.90	88,333.37	287.53
General Supplies	2,136.80	136.00	2,272.80	2,097.42	175.38
Textbooks	500.00	(500.00)			
Total Learning and/or Language Disabilities	<u>395,487.80</u>	<u>(16,016.06)</u>	<u>379,471.74</u>	<u>379,004.25</u>	<u>467.49</u>
Visual Impairments:					
Purchased Professional - Educational Services	12,800.00	(10,200.00)	2,600.00		2,600.00
Total Visual Impairments	<u>12,800.00</u>	<u>(10,200.00)</u>	<u>2,600.00</u>		<u>2,600.00</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Special Education (Cont'd.):					
Behavioral Disabilities:					
Salaries of Teachers	\$ 1,058,799.00	\$ 67,357.84	\$ 1,126,156.84	\$ 1,126,153.93	\$ 2.91
Other Salaries for Instruction	361,967.00	121,586.52	483,553.52	483,552.15	1.37
Purchased Professional - Educational Services		1,810.00	1,810.00	1,810.00	
Other Purchased Services	13,920.00	(969.96)	12,950.04	12,919.38	30.66
General Supplies	57,074.32	23,361.43	80,435.75	80,344.15	91.60
Textbooks	3,500.00	(2,695.47)	804.53	804.53	
Other Objects	9,657.00	(1,976.00)	7,681.00	7,053.75	627.25
Total Behavioral Disabilities	<u>1,504,917.32</u>	<u>208,474.36</u>	<u>1,713,391.68</u>	<u>1,712,637.89</u>	<u>753.79</u>
Multiple Disabilities					
Salaries of Teachers	59,842.00	332.66	60,174.66	60,172.96	1.70
Other Salaries for Instruction	74,948.00	11,539.71	86,487.71	86,484.82	2.89
General Supplies	500.00		500.00	500.00	
Total Multiple Disabilities	<u>135,290.00</u>	<u>11,872.37</u>	<u>147,162.37</u>	<u>147,157.78</u>	<u>4.59</u>
Resource Room/Resource Center:					
Salaries of Teachers	2,854,392.00	118,600.49	2,972,992.49	2,972,989.31	3.18
General Supplies	20,031.80	4,410.41	24,442.21	18,331.00	6,111.21
Textbooks	5,557.00	(4,177.00)	1,380.00	1,379.42	0.58
Total Resource Room/Resource Center	<u>2,879,980.80</u>	<u>118,833.90</u>	<u>2,998,814.70</u>	<u>2,992,699.73</u>	<u>6,114.97</u>
Autism:					
Salaries of Teachers	58,139.00	1,243.02	59,382.02	59,380.95	1.07
Other Salaries for Instruction	154,763.00	1,718.28	156,481.28	156,479.47	1.81
General Supplies	1,500.00	(300.00)	1,200.00	1,085.61	114.39
Total Autism	<u>214,402.00</u>	<u>2,661.30</u>	<u>217,063.30</u>	<u>216,946.03</u>	<u>117.27</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Special Education (Cont'd.):					
Preschool Disabilities - Part-Time:					
Salaries of Teachers	\$ 198,879.00	\$ 1,064.39	\$ 199,943.39	\$ 199,941.43	\$ 1.96
Other Salaries for Instruction	157,158.00	(29,164.17)	127,993.83	127,638.15	355.68
General Supplies	4,750.00	(800.00)	3,950.00	3,882.11	67.89
Total Preschool Disabilities - Part-Time	<u>360,787.00</u>	<u>(28,899.78)</u>	<u>331,887.22</u>	<u>331,461.69</u>	<u>425.53</u>
Preschool Disabilities - Full-Time:					
Salaries of Teachers	65,381.00	4,575.81	69,956.81	69,954.42	2.39
Other Salaries for Instruction	71,799.00	(12,440.06)	59,358.94	59,112.74	246.20
General Supplies	1,500.00	(500.00)	1,000.00	800.81	199.19
Total Preschool Disabilities - Full-Time	<u>138,680.00</u>	<u>(8,364.25)</u>	<u>130,315.75</u>	<u>129,867.97</u>	<u>447.78</u>
Special Education - Home Instruction:					
Salaries of Teachers	52,185.00	8,230.00	60,415.00	60,414.45	0.55
Purchased Professional - Educational Services	20,700.00	3,000.00	23,700.00	23,685.86	14.14
Total Special Education - Home Instruction	<u>72,885.00</u>	<u>11,230.00</u>	<u>84,115.00</u>	<u>84,100.31</u>	<u>14.69</u>
Total Special Education	<u>5,849,459.92</u>	<u>267,491.51</u>	<u>6,116,951.43</u>	<u>6,105,820.17</u>	<u>11,131.26</u>
Basic Skills/Remedial:					
Salaries of Teachers	575,613.00	(21,599.17)	554,013.83	554,008.60	5.23
General Supplies	4,023.60	(1,254.70)	2,768.90	2,541.87	227.03
Total Basic Skills/Remedial	<u>579,636.60</u>	<u>(22,853.87)</u>	<u>556,782.73</u>	<u>556,550.47</u>	<u>232.26</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Bilingual Education:					
Salaries of Teachers	\$ 28,938.00	\$ 1,387.96	\$ 30,325.96	\$ 30,325.87	\$ 0.09
General Supplies	500.00	(500.00)			
Total Bilingual Education	<u>29,438.00</u>	<u>887.96</u>	<u>30,325.96</u>	<u>30,325.87</u>	<u>0.09</u>
School - Sponsored Cocurricular Activities:					
Salaries	249,293.00	(5,600.00)	243,693.00	243,686.40	6.60
Purchased Services	29,870.00	(7,184.14)	22,685.86	22,571.36	114.50
Supplies and Materials	15,985.00	6,895.31	22,880.31	22,485.58	394.73
Other Objects	26,235.00	(2,206.00)	24,029.00	21,110.68	2,918.32
Total School - Sponsored Cocurricular Activities	<u>321,383.00</u>	<u>(8,094.83)</u>	<u>313,288.17</u>	<u>309,854.02</u>	<u>3,434.15</u>
School - Sponsored Athletics:					
Salaries	412,416.00	(7,000.00)	405,416.00	404,045.58	1,370.42
Purchased Services	165,780.00	(20,218.83)	145,561.17	143,257.68	2,303.49
Supplies and Materials	68,844.50	8,669.00	77,513.50	68,860.99	8,652.51
Other Objects	21,580.00	10,028.00	31,608.00	26,603.51	5,004.49
Total School - Sponsored Athletics	<u>668,620.50</u>	<u>(8,521.83)</u>	<u>660,098.67</u>	<u>642,767.76</u>	<u>17,330.91</u>
Summer School - Instruction:					
Salaries of Teachers	43,114.00	3,766.50	46,880.50	46,879.46	1.04
Other Salaries for Instruction	29,344.00	7,851.00	37,195.00	36,861.75	333.25
Purchased Professional and Technical Services	22,500.00	(11,931.75)	10,568.25	4,280.00	6,288.25
Total Summer School - Instruction	<u>94,958.00</u>	<u>(314.25)</u>	<u>94,643.75</u>	<u>88,021.21</u>	<u>6,622.54</u>
Summer School - Support Services:					
Salaries	1,117.00	314.25	1,431.25	1,431.25	
Total Summer School - Support Services	<u>1,117.00</u>	<u>314.25</u>	<u>1,431.25</u>	<u>1,431.25</u>	
Total Summer School	<u>96,075.00</u>		<u>96,075.00</u>	<u>89,452.46</u>	<u>6,622.54</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Community Services Programs/Operations:					
Salaries	\$ 34,590.00	\$ (8,875.00)	\$ 25,715.00	\$ 25,709.21	\$ 5.79
Purchased Services	<u>55,047.00</u>	<u>2,937.50</u>	<u>57,984.50</u>	<u>53,660.47</u>	<u>4,324.03</u>
Total Community Services Programs/Operations	<u>89,637.00</u>	<u>(5,937.50)</u>	<u>83,699.50</u>	<u>79,369.68</u>	<u>4,329.82</u>
Total Instruction	<u>25,285,206.21</u>	<u>191,255.83</u>	<u>25,476,462.04</u>	<u>25,347,193.51</u>	<u>129,268.53</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAS Within the State - Special	728,801.00	(31,412.00)	697,389.00	669,838.85	27,550.15
Tuition to County Vocational School Districts - Regular	195,000.00		195,000.00	192,400.00	2,600.00
Tuition to County Vocational School Districts - Special	36,000.00	(12,579.00)	23,421.00	20,000.00	3,421.00
Tuition to Private Schools for the Disabled within State	203,420.00	115,608.00	319,028.00	312,952.96	6,075.04
Tuition to Private Schools for the Disabled and Other LEAS - Special, Outside the State	57,724.00		57,724.00	4,124.00	53,600.00
Tuition - State Facilities	17,699.00		17,699.00	17,699.00	
Tuition - Other	<u>474,762.00</u>	<u>(113,608.00)</u>	<u>361,154.00</u>	<u>358,108.40</u>	<u>3,045.60</u>
Total Undistributed Expend. - Instruction	<u>1,713,406.00</u>	<u>(41,991.00)</u>	<u>1,671,415.00</u>	<u>1,575,123.21</u>	<u>96,291.79</u>
Attendance and Social Work Services:					
Purchased Professional and Technical Services	<u>2,700.00</u>		<u>2,700.00</u>	<u>750.00</u>	<u>1,950.00</u>
Total Attendance and Social Work Services	<u>2,700.00</u>		<u>2,700.00</u>	<u>750.00</u>	<u>1,950.00</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Health Services:					
Salaries	\$ 521,893.00	\$ 29,696.00	\$ 551,589.00	\$ 551,587.57	\$ 1.43
Purchased Professional and Technical Services	27,827.00		27,827.00	25,717.50	2,109.50
Other Purchased Services	900.00	(300.00)	600.00	245.34	354.66
Supplies and Materials	10,000.00	1,300.00	11,300.00	11,193.35	106.65
Total Health Services	<u>560,620.00</u>	<u>30,696.00</u>	<u>591,316.00</u>	<u>588,743.76</u>	<u>2,572.24</u>
Speech, OT, PT and Related Services:					
Salaries	881,569.00	(7,679.46)	873,889.54	873,888.88	0.66
Purchased Professional - Educational Services	361,161.00	(134,750.00)	226,411.00	172,476.03	53,934.97
Supplies and Materials	8,335.00	(828.29)	7,506.71	6,822.70	684.01
Total Speech, OT, PT and Related Services	<u>1,251,065.00</u>	<u>(143,257.75)</u>	<u>1,107,807.25</u>	<u>1,053,187.61</u>	<u>54,619.64</u>
Other Supp. Serv. - Students - Extra. Serv.:					
Salaries	484,459.00	(11,883.36)	472,575.64	472,574.22	1.42
Purchased Professional - Educational Services	270,139.00	184,429.00	454,568.00	445,887.18	8,680.82
Supplies and Materials	8,100.00	(1,000.00)	7,100.00	7,100.00	
Total Other Supp. Serv. - Students - Extra. Serv.	<u>762,698.00</u>	<u>171,545.64</u>	<u>934,243.64</u>	<u>925,561.40</u>	<u>8,682.24</u>
Guidance:					
Salaries of Other Professional Staff	640,249.00	(11,000.00)	629,249.00	629,092.95	156.05
Salaries of Secretarial and Clerical Assistants	149,197.00		149,197.00	149,196.96	0.04
Other Purchased Prof. and Tech. Services	35,005.00	12,469.00	47,474.00	37,000.69	10,473.31
Other Purchased Services		625.00	625.00	600.00	25.00
Supplies and Materials	13,079.00	7,093.67	20,172.67	19,772.20	400.47
Other Objects	1,675.00	(835.00)	840.00	840.00	
Total Guidance	<u>839,205.00</u>	<u>8,352.67</u>	<u>847,557.67</u>	<u>836,502.80</u>	<u>11,054.87</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Child Study Teams:					
Salaries of Other Professional Staff	\$ 952,466.00	\$ 63,491.00	\$ 1,015,957.00	\$ 1,015,955.10	\$ 1.90
Salaries of Secretarial and Clerical Assistants	123,699.00	11,400.00	135,099.00	135,016.52	82.48
Other Purchased Prof. and Tech. Services	34,150.00		34,150.00	24,882.50	9,267.50
Other Purchased Services	3,655.94		3,655.94	1,980.57	1,675.37
Misc. Purchased Services	6,745.00	(225.00)	6,520.00	5,092.76	1,427.24
Supplies and Materials	12,043.46		12,043.46	10,865.85	1,177.61
Total Child Study Teams	1,132,759.40	74,666.00	1,207,425.40	1,193,793.30	13,632.10
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	613,910.00	48,341.00	662,251.00	662,249.61	1.39
Salaries of Other Professional Staff	29,531.00	366.00	29,897.00	29,897.00	
Salaries of Secretarial and Clerical Assistants	134,544.00	(48,040.00)	86,504.00	86,443.08	60.92
Salaries of Facilitators, Math and Literacy Coaches	50,000.00	(18,812.00)	31,188.00	31,187.40	0.60
Purchased Professional - Educational Services	2,000.00	(2,000.00)			
Other Purchased Services	10,095.00	(4,850.00)	5,245.00	1,653.95	3,591.05
Supplies and Materials	10,120.00	3,323.50	13,443.50	5,133.26	8,310.24
Other Objects	2,935.00	114.00	3,049.00	2,380.00	669.00
Total Improvement of Instructional Services	853,135.00	(21,557.50)	831,577.50	818,944.30	12,633.20
Educational Media Serv./School Library:					
Salaries	280,404.00	1,533.90	281,937.90	281,934.13	3.77
Purchased Professional and Technical Services	15,007.00		15,007.00	14,712.32	294.68
Other Purchased Services	6,079.06	(1,161.36)	4,917.70	4,515.76	401.94
Supplies and Materials	37,336.62	(3,663.64)	33,672.98	32,236.42	1,436.56
Total Educa. Media Serv./School Library	338,826.68	(3,291.10)	335,535.58	333,398.63	2,136.95

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Instructional Staff Training Services:					
Other Salaries	\$ 25,000.00	\$	\$ 25,000.00	\$ 24,767.09	\$ 232.91
Purchased Professional - Educational Services	15,800.00	25,631.25	41,431.25	41,409.25	22.00
Other Purchased Services	14,882.00	1,065.05	15,947.05	14,548.94	1,398.11
Supplies and Materials	7,175.11	12,292.60	19,467.71	18,444.50	1,023.21
Other Objects	10,490.00	(9,114.00)	1,376.00	876.00	500.00
Total Instructional Staff Training Services	73,347.11	29,874.90	103,222.01	100,045.78	3,176.23
Support Services - General Administration:					
Salaries	334,274.00	(25,160.00)	309,114.00	308,862.03	251.97
Legal Services	130,698.00		130,698.00	88,927.10	41,770.90
Audit Fees	28,335.00		28,335.00	28,335.00	
Architectural/Engineering Services	4,500.00	(4,500.00)			
Communications/Telephone	191,262.07	(15,989.22)	175,272.85	157,813.37	17,459.48
BOE Other Purchased Services	5,000.00		5,000.00	1,126.18	3,873.82
Miscellaneous Purchased Services	90,170.81	3,892.00	94,062.81	62,555.04	31,507.77
General Supplies	16,187.00	3,725.00	19,912.00	17,926.43	1,985.57
BOE In-House Training/Meeting Supplies	2,750.00	775.00	3,525.00	3,425.00	100.00
Misc. Expenditures	7,045.00	1,200.00	8,245.00	7,698.30	546.70
BOE Membership Dues and Fees	28,101.00		28,101.00	26,265.00	1,836.00
Total Support Services - General Administration	838,322.88	(36,057.22)	802,265.66	702,933.45	99,332.21
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	1,599,726.00	(9,544.00)	1,590,182.00	1,590,182.00	
Salaries of Other Professional Staff	260,286.00	(26,311.00)	233,975.00	233,973.72	1.28
Salaries of Secretarial and Clerical Assistants	825,217.00	(13,508.58)	811,708.42	811,705.62	2.80
Purchased Professional and Technical Services		1,531.25	1,531.25	1,531.25	
Other Purchased Services	17,730.00	(4,254.85)	13,475.15	12,610.05	865.10
Supplies and Materials	34,451.00	4,541.83	38,992.83	37,865.01	1,127.82
Other Objects	11,310.00	(737.00)	10,573.00	10,389.49	183.51
Total Support Services - School Administration	2,748,720.00	(48,282.35)	2,700,437.65	2,698,257.14	2,180.51

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL (GAAP BASIS)	VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Central Services:					
Salaries	\$ 637,571.00	\$ 25,905.00	\$ 663,476.00	\$ 663,462.22	\$ 13.78
Purchased Technical Services	51,102.50	39,312.50	90,415.00	90,414.16	0.84
Miscellaneous Purchased Services	49,380.00	(30,323.82)	19,056.18	18,914.01	142.17
Supplies and Materials	25,125.00	2,556.00	27,681.00	23,352.75	4,328.25
Miscellaneous Expenditures	5,725.00	2,066.80	7,791.80	7,781.67	10.13
Total Central Services	768,903.50	39,516.48	808,419.98	803,924.81	4,495.17
Administrative Information Technology:					
Salaries	136,796.00	49,543.00	186,339.00	186,337.20	1.80
Purchased Technical Services	3,070.50		3,070.50	3,070.50	
Other Purchased Services	2,542.33	(200.00)	2,342.33	2,341.56	0.77
Supplies and Materials	1,000.00	110.00	1,110.00	1,107.62	2.38
Total Administrative Information Technology	143,408.83	49,453.00	192,861.83	192,856.88	4.95
Required Maintenance for School Facilities:					
Salaries	201,619.00	11,280.00	212,899.00	212,895.84	3.16
Cleaning, Repair, and Maintenance Services	231,978.77	128,188.00	360,166.77	238,408.64	121,758.13
General Supplies	65,200.00	(3,000.00)	62,200.00	60,280.63	1,919.37
Other Objects	3,650.00	(3,131.00)	519.00	368.00	151.00
Total Required Maint. for School Facilities	502,447.77	133,337.00	635,784.77	511,953.11	123,831.66
Custodial Services:					
Salaries	1,907,093.00	(65,149.00)	1,841,944.00	1,826,999.96	14,944.04
Salaries of Non-Instructional Aides	425,166.00	16,000.00	441,166.00	440,983.95	182.05
Purchased Professional & Technical Services	19,791.00	94.00	19,885.00	18,900.00	985.00
Cleaning, Repair & Maintenance Services	123,460.20	(3,637.29)	119,822.91	108,525.57	11,297.34
Other Purchased Property Services	75,300.00	15,700.00	91,000.00	90,813.00	187.00
Insurance	243,005.00	3,735.00	246,740.00	246,736.20	3.80
Miscellaneous Purchased Services	2,130.00	(300.00)	1,830.00	1,236.60	593.40
General Supplies	143,249.81	13,029.29	156,279.10	153,935.91	2,343.19
Energy (Natural Gas)	406,125.00	(119,770.00)	286,355.00	206,812.16	79,542.84
Energy (Electricity)	577,575.00	(91,022.00)	486,553.00	441,390.28	45,162.72
Energy (Gasoline)	12,000.00		12,000.00	7,178.98	4,821.02
Other Objects	2,578.00		2,578.00	2,288.00	290.00
Total Custodial Services	3,937,473.01	(231,320.00)	3,706,153.01	3,545,800.61	160,352.40

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Care and Upkeep of Grounds:					
Salaries	171,134.00	(56,195.00)	114,939.00	113,215.06	1,723.94
Cleaning, Repair, and Maintenance Services	80,300.50	30,120.00	110,420.50	107,441.59	2,978.91
General Supplies	<u>64,741.66</u>	<u>(2,868.00)</u>	<u>61,873.66</u>	<u>59,300.80</u>	<u>2,572.86</u>
Total Care and Upkeep of Grounds	<u>316,176.16</u>	<u>(28,943.00)</u>	<u>287,233.16</u>	<u>279,957.45</u>	<u>7,275.71</u>
Student Transportation Services:					
Salaries for Pupil Transportation (Other Than Between Home & School)	\$ 66,426.00	\$ (4,961.00)	\$ 61,465.00	\$ 60,347.45	\$ 1,117.55
Cleaning, Repair & Maint. Services	1,500.00	2,415.00	3,915.00	3,895.91	19.09
Rental Payments - School Buses		300.00	300.00		300.00
Lease Purchase Payments - School Buses	17,877.00	(17,877.00)			
Contracted Services (Between Home & School) - Vendors	83,751.00	5,490.00	89,241.00	88,610.30	630.70
Contracted Services (Other Than Between Home & School) - Vendors	230,310.00	(24,585.00)	205,725.00	165,577.83	40,147.17
Contracted Services (Special Ed. Students) - Vendors	245,753.00	(41,612.00)	204,141.00	198,802.50	5,338.50
Contracted Services (Special Ed. Students) - Joint Agreements	170,564.00	(18,368.00)	152,196.00	145,501.72	6,694.28
Contracted Services (Regular Students) - ESCs	67,958.00	(18,125.00)	49,833.00	48,563.51	1,269.49
Contracted Services (Special Ed. Students) - ESCs	280,102.00	45,343.00	325,445.00	325,443.99	1.01
Contracted Services - Aid in Lieu of Payments	76,908.00	18,122.00	95,030.00	94,696.00	334.00
Supplies and Materials	<u>4,680.00</u>	<u>(100.00)</u>	<u>4,580.00</u>	<u>3,499.35</u>	<u>1,080.65</u>
Total Student Transportation Services	<u>1,245,829.00</u>	<u>(53,958.00)</u>	<u>1,191,871.00</u>	<u>1,134,938.56</u>	<u>56,932.44</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL (GAAP BASIS)	VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL
EXPENDITURES (CONT'D.):					
Current Expense (Cont'd.):					
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	\$ 687,477.00	\$ 46,130.46	\$ 733,607.46	\$ 731,171.98	\$ 2,435.48
Other Retirement Contributions - PERS	731,015.00	(78,382.51)	652,632.49	652,632.49	
Workers' Compensation	396,407.00	(31,631.00)	364,776.00	364,776.00	
Health Benefits	7,312,684.00	26,121.18	7,338,805.18	7,337,334.66	1,470.52
Tuition Reimbursement	94,000.00		94,000.00	87,737.00	6,263.00
Other Employee Benefits	21,460.00	(7,268.13)	14,191.87	13,166.58	1,025.29
Total Unallocated Benefits - Employee Benefits	9,243,043.00	(45,030.00)	9,198,013.00	9,186,818.71	11,194.29
Total Personal Services - Employee Benefits	9,243,043.00	(45,030.00)	9,198,013.00	9,186,818.71	11,194.29
On-behalf TPAF Pension Contributions (non-budgeted)				2,501,656.00	(2,501,656.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)				1,945,392.33	(1,945,392.33)
Total Undistributed Expenditures	27,272,086.34	(116,246.23)	27,155,840.11	30,930,539.84	(3,774,699.73)
Total Expenditures - Current Expense	52,557,292.55	75,009.60	52,632,302.15	56,277,733.35	(3,645,431.20)
CAPITAL OUTLAY:					
Equipment:					
Regular Programs - Instruction:					
Grades 1-5		7,745.50	7,745.50	2,599.95	5,145.55
Grades 6-8		2,599.95	2,599.95	2,599.95	
Grades 9-12		7,247.95	7,247.95	7,247.95	
Special Education - Instruction:					
Behavioral Disabilities	5,495.00	2,600.00	8,095.00	8,094.95	0.05
School Sponsored and Other Instructional Programs		2,821.00	2,821.00	2,821.00	

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
CAPITAL OUTLAY (CONT'D.):					
Equipment (Cont'd.):					
Undistributed Expenditures:					
Supp. Serv. - Realted and Extra.	\$	\$ 3,650.00	\$ 3,650.00	\$ 3,650.00	\$
Required Maintenance for School Facilities	28,027.00	18,761.00	46,788.00	46,788.00	
Custodial Services		7,250.00	7,250.00	7,246.50	3.50
Care and Upkeep of Grounds	6,877.34	15,993.00	22,870.34	22,870.10	0.24
Total Equipment	<u>40,399.34</u>	<u>68,668.40</u>	<u>109,067.74</u>	<u>103,918.40</u>	<u>5,149.34</u>
Facilities Acquis. & Constr. Services:					
Architectural/Engineering Services		8,300.00	8,300.00		8,300.00
Construction Services		91,022.00	91,022.00		91,022.00
Other Objects	9,971.00		9,971.00	9,971.00	
Total Facil. Acquis. & Constr. Services	<u>9,971.00</u>	<u>99,322.00</u>	<u>109,293.00</u>	<u>9,971.00</u>	<u>99,322.00</u>
Assets Acquired Under Capital Leases:					
Equipment:					
Copiers (non-budgeted)				76,434.60	(76,434.60)
Total Assets Acquired Under Capital Leases				<u>76,434.60</u>	<u>(76,434.60)</u>
Total Capital Outlay	<u>50,370.34</u>	<u>167,990.40</u>	<u>218,360.74</u>	<u>190,324.00</u>	<u>28,036.74</u>
Total Expenditures	<u>52,607,662.89</u>	<u>243,000.00</u>	<u>52,850,662.89</u>	<u>56,468,057.35</u>	<u>(3,617,394.46)</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL (GAAP BASIS)	VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (833,823.89)	\$ (0.00)	\$ (833,823.89)	\$ 718,307.04	\$ 1,552,130.93
Other Financing Sources/(Uses): Capital Leases (non-budgeted)	_____	_____	_____	76,434.60	76,434.60
Total Other Financing Sources/(Uses)	_____	_____	_____	76,434.60	76,434.60
Excess (Deficiency) of Revenues and Other Financing Sources/(Uses) Over (Under) Expenditures and Other Financing Uses	(833,823.89)	(0.00)	(833,823.89)	794,741.64	1,628,565.53
Fund Balances, July 1	<u>3,278,667.43</u>	_____	<u>3,278,667.43</u>	<u>3,278,667.43</u>	_____
Fund Balances, June 30	<u>\$ 2,444,843.54</u>	<u>\$ (0.00)</u>	<u>\$ 2,444,843.54</u>	<u>\$ 4,073,409.07</u>	<u>\$ 1,628,565.53</u>
Recapitulation:					
Restricted Fund Balance:					
Reserved - Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 1,204,341.84	
Reserved for Excess Surplus				441,522.60	
Capital Reserve Account				1.00	
Committed Fund Balance:					
Year - End Encumbrances				408,916.98	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				813,627.16	
Unassigned Fund Balance				<u>1,204,999.49</u>	
				<u>\$ 4,073,409.07</u>	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(169,573.00)	
Extraordinary Aid Payment				<u>(586,387.00)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 3,317,449.07</u>	

CRANFORD PUBLIC SCHOOL DISTRICT
EDUCATION JOBS FUND PROGRAM BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Exhibit - C-1b

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE(NEGATIVE) FINAL TO ACTUAL</u>
REVENUES:					
Federal Sources:					
Education Jobs Fund	\$ 110,892.00	\$ 3,474.00	\$ 114,366.00	\$ 114,366.00	\$ _____
Total - Federal Sources	<u>110,892.00</u>	<u>3,474.00</u>	<u>114,366.00</u>	<u>114,366.00</u>	<u>_____</u>
Total Education Jobs Fund Revenues	<u>110,892.00</u>	<u>3,474.00</u>	<u>114,366.00</u>	<u>114,366.00</u>	<u>_____</u>
EXPENDITURES:					
Current Expense:					
Education Jobs Fund:					
Unallocated Benefits - Employee Benefits:					
Health Benefits	<u>110,892.00</u>	<u>3,474.00</u>	<u>114,366.00</u>	<u>114,366.00</u>	<u>_____</u>
Total Unallocated Benefits - Employee Benefits	<u>110,892.00</u>	<u>3,474.00</u>	<u>114,366.00</u>	<u>114,366.00</u>	<u>_____</u>
Total Education Jobs Fund Expenditures	<u>110,892.00</u>	<u>3,474.00</u>	<u>114,366.00</u>	<u>114,366.00</u>	<u>_____</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Exhibit C-2
 Page 1 of 2

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	\$	57,312.80	\$ 57,312.80	\$ 45,269.46	\$ (12,043.34)
Total - Local Sources		57,312.80	57,312.80	45,269.46	(12,043.34)
State Sources:					
Nonpublic Aid	112,377.00	36,264.00	148,641.00	141,241.55	(7,399.45)
Total - State Sources	112,377.00	36,264.00	148,641.00	141,241.55	(7,399.45)
Federal Sources:					
I.D.E.A., Part B (Handicapped)	850,315.00	108,811.24	959,126.24	927,650.30	(31,475.94)
ARRA - I.D.E.A., Part B (Handicapped)		19,331.74	19,331.74	15,432.74	(3,899.00)
NCLB - Title I, Part A	72,961.00	18,833.00	91,794.00	81,739.45	(10,054.55)
NCLB - Title II, Part A	81,870.00	3,610.89	85,480.89	77,179.76	(8,301.13)
NCLB - Title II, Part D		212.00	212.00	61.00	(151.00)
NCLB - Title III		5,169.00	5,169.00	3,448.74	(1,720.26)
NCLB - Title IV		113.75	113.75	113.75	
Learn and Serve America		18,368.89	18,368.89	18,368.89	
Developmental Disabilities Basic Support and Advocacy		521.00	521.00	270.00	(251.00)
Total - Federal Sources	1,005,146.00	174,971.51	1,180,117.51	1,124,264.63	(55,852.88)
Total Revenues	1,117,523.00	268,548.31	1,386,071.31	1,310,775.64	(75,295.67)
EXPENDITURES:					
Instruction					
Salaries of Teachers	121,271.00	6,588.85	127,859.85	127,337.50	522.35
Purchased Professional and Technical Services		270.00	270.00	270.00	

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Exhibit C-2
 Page 2 of 2

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
EXPENDITURES (CONT'D):					
Instruction (cont'd)					
Other Purchased Services	\$ 96,433.00	\$ 35,246.00	\$ 131,679.00	\$ 125,806.00	\$ 5,873.00
Tuition	756,163.00	90,751.84	846,914.84	825,027.40	21,887.44
General Supplies	3,614.00	68,149.85	71,763.85	54,012.91	17,750.94
Textbooks	15,944.00	1,018.00	16,962.00	15,435.55	1,526.45
Other Objects		730.00	730.00	730.00	
Total Instruction	<u>993,425.00</u>	<u>202,754.54</u>	<u>1,196,179.54</u>	<u>1,148,619.36</u>	<u>47,560.18</u>
EXPENDITURES (CONT'D):					
Support Services					
Salaries of Other Professional Staff		3,340.00	3,340.00	3,340.00	
Other Salaries		806.00	806.00	806.00	
Personal Services - Employee Benefits	23,071.00	7,444.40	30,515.40	21,283.42	9,231.98
Purchased Professional - Educational Services	87,031.00	18,539.44	105,570.44	90,454.11	15,116.33
Other Purchased Services (400-500 series)		27,469.77	27,469.77	25,785.28	1,684.49
Supplies and Materials	13,996.00	8,020.16	22,016.16	20,487.47	1,528.69
Miscellaneous Expenditures		174.00	174.00		174.00
Total Support Services	<u>124,098.00</u>	<u>65,793.77</u>	<u>189,891.77</u>	<u>162,156.28</u>	<u>27,735.49</u>
Total Expenditures	<u>1,117,523.00</u>	<u>268,548.31</u>	<u>1,386,071.31</u>	<u>1,310,775.64</u>	<u>75,295.67</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

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NOTES TO THE REQUIRED
SUPPLEMENTARY INFORMATION

CRANFORD BOARD OF EDUCATION
 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	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedule (C-series)	\$ 57,186,364.00	\$ 1,310,775.64
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.	(755,960.00)	
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	720,638.39	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. (B-2)	57,151,042.39	1,310,775.64
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	56,468,057.35	1,310,775.64
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	\$ 56,468,057.35	\$ 1,310,775.64

OTHER SUPPLEMENTARY INFORMATION

SCHOOL LEVEL SCHEDULES

SECTION - D

SPECIAL REVENUE FUND

SECTION - E

CRANFORD PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Total Brought Forward (Ex. E-1a)	IDEA Part B Basic Reg. FY 2012	IDEA Part B Basic Reg. FY 2011	IDEA Part B Preschool FY 2012	IDEA Part B Preschool FY 2011	NCLB- Title I, Part A FY 2012	NCLB- Title I, Part A FY 2011	NCLB- Title II, Part A FY 2012	NCLB- Title II, Part A FY 2011	Totals 2012
<u>REVENUES:</u>										
State Sources	\$ 141,241.55									\$ 141,241.55
Federal Sources	37,695.12	822,632.09	71,334.95	29,433.26	4,250.00	76,864.45	4,875.00	72,421.96	4,757.80	1,124,264.63
Local Sources	<u>45,269.46</u>									<u>45,269.46</u>
Total Revenues	<u>224,206.13</u>	<u>822,632.09</u>	<u>71,334.95</u>	<u>29,433.26</u>	<u>4,250.00</u>	<u>76,864.45</u>	<u>4,875.00</u>	<u>72,421.96</u>	<u>4,757.80</u>	<u>1,310,775.64</u>
<u>EXPENDITURES:</u>										
Instruction:										
Salaries of Teachers						65,584.00		61,753.50		127,337.50
Purch. Professional and Technical Svs.	270.00									270.00
Other Purchased Services	125,806.00									125,806.00
Tuition	2,255.29	751,616.56	71,155.55							825,027.40
General Supplies	46,529.65			2,608.26			4,875.00			54,012.91
Textbooks	15,435.55									15,435.55
Other Objects	<u>730.00</u>									<u>730.00</u>
Total Instruction	<u>191,026.49</u>	<u>751,616.56</u>	<u>71,155.55</u>	<u>2,608.26</u>		<u>65,584.00</u>	<u>4,875.00</u>	<u>61,753.50</u>		<u>1,148,619.36</u>
Support Services:										
Salaries of Other Professional Staff	3,340.00									3,340.00
Other Salaries	806.00									806.00
Personal Services - Employee Benefits	255.51					11,280.45		9,747.46		21,283.42
Purch. Professional - Educational Svs.	0.45	58,278.26	179.40	26,825.00	4,250.00			921.00		90,454.11
Other Purch. Services (400-500 series)	18,521.53	7,263.75								25,785.28
Supplies and Materials	<u>10,256.15</u>	<u>5,473.52</u>							<u>4,757.80</u>	<u>20,487.47</u>
Total Support Services	<u>33,179.64</u>	<u>71,015.53</u>	<u>179.40</u>	<u>26,825.00</u>	<u>4,250.00</u>	<u>11,280.45</u>		<u>10,668.46</u>	<u>4,757.80</u>	<u>162,156.28</u>
Total Expenditures	\$ <u>224,206.13</u>	\$ <u>822,632.09</u>	\$ <u>71,334.95</u>	\$ <u>29,433.26</u>	\$ <u>4,250.00</u>	\$ <u>76,864.45</u>	\$ <u>4,875.00</u>	\$ <u>72,421.96</u>	\$ <u>4,757.80</u>	\$ <u>1,310,775.64</u>

CRANFORD PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Total Brought Forward (Ex. E-1b)	NCLB - Title II, Part D FY 2011	NCLB - Title III Immigrant FY 2012	NCLB - Title IV DFS FY 2012	ARRA - IDEA Basic	ARRA - IDEA Preschool	Learn & Serve America - School Based Programs FY 2011	Nonpublic Textbooks	Total Carried Forward
<u>REVENUES:</u>									
State Sources	\$ 125,806.00	\$	\$	\$	\$	\$	\$	\$ 15,435.55	\$ 141,241.55
Federal Sources	270.00	61.00	3,448.74	113.75	2,255.74	13,177.00	18,368.89		37,695.12
Local Sources	45,269.46								45,269.46
Total Revenues	<u>171,345.46</u>	<u>61.00</u>	<u>3,448.74</u>	<u>113.75</u>	<u>2,255.74</u>	<u>13,177.00</u>	<u>18,368.89</u>	<u>15,435.55</u>	<u>224,206.13</u>
<u>EXPENDITURES:</u>									
Instruction:									
Salaries of Teachers									
Purch. Professional and Technical Svs.	270.00								270.00
Other Purchased Services	125,806.00								125,806.00
Tuition					2,255.29				2,255.29
General Supplies	16,793.87		3,448.74			13,177.00	13,110.04		46,529.65
Textbooks								15,435.55	15,435.55
Other Objects	730.00								730.00
Total Instruction	<u>143,599.87</u>		<u>3,448.74</u>		<u>2,255.29</u>	<u>13,177.00</u>	<u>13,110.04</u>	<u>15,435.55</u>	<u>191,026.49</u>
Support Services:									
Salaries of Other Professional Staff							3,340.00		3,340.00
Other Salaries	806.00								806.00
Personal Services - Employee Benefits							255.51		255.51
Purch. Professional - Educational Svs.					0.45				0.45
Other Purch. Services (400-500 series)	18,500.00						21.53		18,521.53
Supplies and Materials	8,439.59	61.00		113.75			1,641.81		10,256.15
Total Support Services	<u>27,745.59</u>	<u>61.00</u>		<u>113.75</u>	<u>0.45</u>		<u>5,258.85</u>		<u>33,179.64</u>
Total Expenditures	<u>\$ 171,345.46</u>	<u>\$ 61.00</u>	<u>\$ 3,448.74</u>	<u>\$ 113.75</u>	<u>\$ 2,255.74</u>	<u>\$ 13,177.00</u>	<u>\$ 18,368.89</u>	<u>\$ 15,435.55</u>	<u>\$ 224,206.13</u>

CRANFORD PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Total Brought Forward (Ex. E-1c)	N.J. Nonpublic Auxiliary Services Ch. 192			N.J. Nonpublic Handicapped Services Ch. 193			Nonpublic Nursing	Total Carried Forward
		Trans- portation	Compensatory Education	ESL	Supplemental Instruction	Examination & Classification	Corrective Speech		
REVENUES:									
State Sources	\$	\$ 5,373.00	\$ 43,957.00	\$ 862.00	\$ 8,418.00	\$ 22,053.00	\$ 20,916.00	\$ 24,227.00	\$ 125,806.00
Federal Sources	270.00								270.00
Local Sources	<u>45,269.46</u>								<u>45,269.46</u>
Total Revenues	<u>45,539.46</u>	<u>5,373.00</u>	<u>43,957.00</u>	<u>862.00</u>	<u>8,418.00</u>	<u>22,053.00</u>	<u>20,916.00</u>	<u>24,227.00</u>	<u>171,345.46</u>
EXPENDITURES:									
Instruction:									
Salaries of Teachers									270.00
Purch. Professional and Technical Svs.	270.00								270.00
Other Purchased Services		5,373.00	43,957.00	862.00	8,418.00	22,053.00	20,916.00	24,227.00	125,806.00
Tuition									
General Supplies	16,793.87								16,793.87
Textbooks									
Other Objects	<u>730.00</u>								<u>730.00</u>
Total Instruction	<u>17,793.87</u>	<u>5,373.00</u>	<u>43,957.00</u>	<u>862.00</u>	<u>8,418.00</u>	<u>22,053.00</u>	<u>20,916.00</u>	<u>24,227.00</u>	<u>143,599.87</u>
Support Services:									
Salaries of Other Professional Staff									
Other Salaries	806.00								806.00
Personal Services - Employee Benefits									
Purch. Professional - Educational Svs.									
Other Purch. Services (400-500 series)	18,500.00								18,500.00
Supplies and Materials	<u>8,439.59</u>								<u>8,439.59</u>
Total Support Services	<u>27,745.59</u>								<u>27,745.59</u>
Total Expenditures	<u>\$ 45,539.46</u>	<u>\$ 5,373.00</u>	<u>\$ 43,957.00</u>	<u>\$ 862.00</u>	<u>\$ 8,418.00</u>	<u>\$ 22,053.00</u>	<u>\$ 20,916.00</u>	<u>\$ 24,227.00</u>	<u>\$ 171,345.46</u>

CRANFORD PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Total Brought Forward (Ex. E-1d)	Booster Club Donations	Soccer Club Donations	CFEE Grants	Target Grants	OAS PTA Donations	LAS PTA Donations	Total Carried Forward
<u>REVENUES:</u>								
State Sources	\$							
Federal Sources								270.00
Local Sources		1,577.35	15,000.00	8,598.71	150.00	10,562.46	2,780.00	45,269.46
Total Revenues		<u>1,577.35</u>	<u>15,000.00</u>	<u>8,598.71</u>	<u>150.00</u>	<u>10,562.46</u>	<u>2,780.00</u>	<u>45,539.46</u>
<u>EXPENDITURES:</u>								
Instruction:								
Salaries of Teachers								
Purch. Professional and Technical Svs.								270.00
Other Purchased Services								
Tuition								
General Supplies				5,898.71		5,884.46		16,793.87
Textbooks								
Other Objects								730.00
Total Instruction				<u>5,898.71</u>		<u>5,884.46</u>		<u>17,793.87</u>
Support Services:								
Salaries of Other Professional Staff								
Other Salaries							806.00	806.00
Personal Services - Employee Benefits								
Purch. Professional - Educational Svs.								
Other Purch. Services (400-500 series)			15,000.00	2,700.00	150.00			18,500.00
Supplies and Materials		1,577.35				4,678.00	1,974.00	8,439.59
Total Support Services		<u>1,577.35</u>	<u>15,000.00</u>	<u>2,700.00</u>	<u>150.00</u>	<u>4,678.00</u>	<u>2,780.00</u>	<u>27,745.59</u>
Total Expenditures	\$	<u>1,577.35</u>	<u>15,000.00</u>	<u>8,598.71</u>	<u>150.00</u>	<u>10,562.46</u>	<u>2,780.00</u>	<u>45,539.46</u>

CRANFORD PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Siemens Grant</u>	<u>BPS Good Deeds Donation</u>	<u>Developmental Disabilities - NJCDD Grant</u>	<u>BPS Donations</u>	<u>Touchdown Club Donations</u>	<u>School Program Donations</u>	<u>Total Carried Forward</u>
<u>REVENUES:</u>							
State Sources	\$	\$	\$	\$	\$	\$	\$
Federal Sources			270.00				270.00
Local Sources	459.00	4,551.70		210.24	730.00	650.00	6,600.94
Total Revenues	<u>459.00</u>	<u>4,551.70</u>	<u>270.00</u>	<u>210.24</u>	<u>730.00</u>	<u>650.00</u>	<u>6,870.94</u>
<u>EXPENDITURES:</u>							
Instruction:							
Salaries of Teachers							
Purch. Professional and Technical Svcs.			270.00				270.00
Other Purchased Services							
Tuition							
General Supplies	459.00	4,551.70					5,010.70
Textbooks							
Other Objects					730.00		730.00
Total Instruction	<u>459.00</u>	<u>4,551.70</u>	<u>270.00</u>		<u>730.00</u>		<u>6,010.70</u>
Support Services:							
Salaries of Other Professional Staff							
Other Salaries							
Personal Services - Employee Benefits							
Purch. Professional - Educational Svcs.						650.00	650.00
Other Purch. Services (400-500 series)							
Supplies and Materials				210.24			210.24
Total Support Services				<u>210.24</u>		<u>650.00</u>	<u>860.24</u>
Total Expenditures	<u>\$ 459.00</u>	<u>\$ 4,551.70</u>	<u>\$ 270.00</u>	<u>\$ 210.24</u>	<u>\$ 730.00</u>	<u>\$ 650.00</u>	<u>\$ 6,870.94</u>

CAPITAL PROJECTS FUND

SECTION - F

CRANFORD PUBLIC SCHOOL DISTRICT
 SUMMARY STATEMENT OF PROJECT EXPENDITURES
 CAPITAL PROJECTS FUND
FISCAL YEAR ENDED JUNE 30, 2012

PROJECT TITLE/ISSUE	APPROPRIATIONS	GRANT CANCELLED PRIOR YEARS	GAAP EXPENDITURES TO DATE		OPERATING TRANSFERS IN (OUT) PRIOR YEARS	UNEXPENDED BALANCE
			PRIOR YEARS	CURRENT YEAR		
<u>Various Capital Improvements - April 2002 Referendum:</u>						
Issuance of School Bonds	\$4,172,000.00			\$4,079,109.49	(\$83,979.62)	8,910.89
Additional State School Building Aid - (SDA) Grants	2,099,527.00	(34,733.71)	2,063,888.21			905.08 *
<u>Various Capital Improvements - December 2009 Referendum:</u>						
Issuance of School Bonds	\$11,988,763.00		\$4,728,781.33	\$2,844,539.90		4,415,441.77
Additional State School Building Aid - (SDA) Grants	7,992,506.00		3,106,465.74	1,896,359.94		2,989,680.32 *
TOTALS	<u>\$26,252,796.00</u>	<u>(\$34,733.71)</u>	<u>\$13,978,244.77</u>	<u>\$4,740,899.84</u>	<u>(\$83,979.62)</u>	<u>\$7,414,938.06</u>

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* Not recorded as revenue or receivable

CRANFORD PUBLIC SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGE IN FUND BALANCE - BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2012

Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	\$ 132,623.00
Construction Services	<u>4,608,276.84</u>
Total Expenditures and Other Financing Uses	<u>4,740,899.84</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(4,740,899.84)
Fund Balance (Deficit) - Beginning	<u>12,155,074.90</u>
Fund Balance (Deficit) - Ending	<u><u>\$ 7,414,175.06</u></u>
<u>Recapitulation of Fund Balance at June 30, 2012:</u>	
Reserve for Encumbrances - Local Share (B-1)	\$ 193,096.24
Unreserved - Undesignated (Deficit)	<u>7,221,078.82</u>
Total Fund Balance - Budgetary Basis	7,414,175.06
Reconciliation to Governmental Funds Statement (GAAP): SDA Grants not Recognized on GAAP Basis	<u>(2,990,585.40)</u>
Total Fund Balance (Deficit) per Governmental Funds (GAAP)	<u><u>\$ 4,423,589.66</u></u>
<u>Reconciliation of Revenue from Budgetary Basis to GAAP Basis:</u>	
State SDA Grant Revenue Realized (Budgetary Basis)	\$ 4,886,945.34
SDA Grants Recognized as Revenue on the Budgetary Basis when Awarded but not Recognized on GAAP Basis until Expended	<u>(2,990,585.40)</u>
State SDA Grant Revenue Realized (GAAP Basis)	<u><u>\$ 1,896,359.94</u></u>

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
CRANFORD HIGH SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 823,146.77	\$	\$ 823,146.77	\$ 823,146.77
Bond Proceeds and Transfers	1,643,723.00		1,643,723.00	1,643,723.00
Total Revenues and Other Financing Sources	2,466,869.77		2,466,869.77	2,466,869.77
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	211,302.74		211,302.74	211,302.74
Construction Services	2,214,387.63		2,214,387.63	2,214,387.63
Transfer to Debt Service Fund	41,179.40		41,179.40	41,179.40
Total Expenditures	2,466,869.77		2,466,869.77	2,466,869.77
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$	\$	\$	\$

Additional Project Information:

Project Number	SP202501
Grant Date	1/28/03
Bond Authorization Date	4/16/02
Bonds Authorized	\$1,643,981.00
Bonds Issued	\$1,643,723.00
Original Authorized Cost	\$2,473,500.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	9/1/04
Revised Target Completion Date	6/5/08

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
CRANFORD HIGH SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,075,774.00	\$	\$ 1,075,774.00	\$ 1,075,774.00
Bond Proceeds and Transfers	<u>1,613,661.00</u>	<u></u>	<u>1,613,661.00</u>	<u>1,613,661.00</u>
Total Revenues and Other Financing Sources	<u>2,689,435.00</u>	<u></u>	<u>2,689,435.00</u>	<u>2,689,435.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	232,948.38		232,948.38	232,948.38
Construction Services	<u>1,602,000.00</u>	<u></u>	<u>1,602,000.00</u>	<u>1,602,000.00</u>
Total Expenditures	<u>1,834,948.38</u>	<u></u>	<u>1,834,948.38</u>	<u>1,834,948.38</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 854,486.62</u>	<u>\$</u>	<u>\$ 854,486.62</u>	<u>\$ 854,486.62</u>

Additional Project Information:

Project Number	0980-030-09-1001
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$1,613,661.00
Bonds Issued	\$1,613,661.00
Original Authorized Cost	\$2,689,435.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	68%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
HILLSIDE AVENUE ELEMENTARY SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 108,099.20	\$	\$ 108,099.20	\$ 108,099.20
Bond Proceeds and Transfers	163,260.00		163,260.00	163,260.00
Total Revenues and Other Financing Sources	271,359.20		271,359.20	271,359.20
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	24,100.00		24,100.00	24,100.00
Construction Services	246,148.00		246,148.00	246,148.00
Transfer to Debt Service Fund	1,111.20		1,111.20	1,111.20
Total Expenditures	271,359.20		271,359.20	271,359.20
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$	\$	\$	\$

Additional Project Information:

Project Number	SP202502
Grant Date	1/28/03
Bond Authorization Date	4/16/02
Bonds Authorized	\$163,260.00
Bonds Issued	\$163,260.00
Original Authorized Cost	\$272,100.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	9/1/04
Revised Target Completion Date	6/5/08

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
HILLSIDE AVENUE ELEMENTARY SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,293,259.00	\$	\$ 1,293,259.00	\$ 1,293,259.00
Bond Proceeds and Transfers	<u>1,939,889.00</u>		<u>1,939,889.00</u>	<u>1,939,889.00</u>
Total Revenues and Other Financing Sources	<u>3,233,148.00</u>		<u>3,233,148.00</u>	<u>3,233,148.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	293,130.36		293,130.36	293,130.36
Construction Services	<u>2,047,666.67</u>		<u>2,047,666.67</u>	<u>2,047,666.67</u>
Total Expenditures	<u>2,340,797.03</u>		<u>2,340,797.03</u>	<u>2,340,797.03</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 892,350.97</u>	<u>\$</u>	<u>\$ 892,350.97</u>	<u>\$ 892,350.97</u>

Additional Project Information:

Project Number	0980-033-09-1002
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$1,939,889.00
Bonds Issued	\$1,939,889.00
Original Authorized Cost	\$3,233,148.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	72%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
ORANGE AVENUE ELEMENTARY SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 78,880.00	\$	\$ 78,880.00	\$ 78,880.00
Bond Proceeds and Transfers	118,320.00		118,320.00	118,320.00
Total Revenues and Other Financing Sources	197,200.00		197,200.00	197,200.00
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	18,200.00		18,200.00	18,200.00
Construction Services	179,000.00		179,000.00	179,000.00
Total Expenditures	197,200.00		197,200.00	197,200.00
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$	\$	\$	\$

Additional Project Information:

Project Number	SP202503
Grant Date	1/28/03
Bond Authorization Date	4/16/02
Bonds Authorized	\$118,320.00
Bonds Issued	\$118,320.00
Original Authorized Cost	\$197,200.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A

Percentage Increase over Original

Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	9/1/04
Revised Target Completion Date	6/5/08

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
ORANGE AVENUE ELEMENTARY SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,293,259.00	\$	\$ 1,293,259.00	\$ 1,293,259.00
Bond Proceeds and Transfers	<u>1,939,889.00</u>	<u> </u>	<u>1,939,889.00</u>	<u>1,939,889.00</u>
Total revenues	<u>3,233,148.00</u>	<u> </u>	<u>3,233,148.00</u>	<u>3,233,148.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	293,904.84		293,904.84	293,904.84
Construction Services	<u>1,980,298.32</u>	<u> </u>	<u>1,980,298.32</u>	<u>1,980,298.32</u>
Total Expenditures	<u>2,274,203.16</u>	<u> </u>	<u>2,274,203.16</u>	<u>2,274,203.16</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 958,944.84</u>	<u>\$</u>	<u>\$ 958,944.84</u>	<u>\$ 958,944.84</u>

Additional Project Information:

Project Number	0980-037-09-1003
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$1,939,889.00
Bonds Issued	\$1,939,889.00
Original Authorized Cost	\$3,233,148.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	70%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
BLOOMINGDALE AVENUE ELEMENTARY SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 199,620.42	\$	\$ 199,620.42	\$ 199,620.42
Bond Proceeds and Transfers	322,620.00		322,620.00	322,620.00
Total Revenues and Other Financing Sources	522,240.42		522,240.42	522,240.42
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	46,700.00		46,700.00	46,700.00
Construction Services	452,351.05		452,351.05	452,351.05
Transfer to Debt Service Fund	23,189.37		23,189.37	23,189.37
Total Expenditures	522,240.42		522,240.42	522,240.42
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$	\$	\$	\$

Additional Project Information:

Project Number	SP202504
Grant Date	1/28/03
Bond Authorization Date	4/16/02
Bonds Authorized	\$322,620.00
Bonds Issued	\$322,620.00
Original Authorized Cost	\$537,700.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	9/1/04
Revised Target Completion Date	6/5/08

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
BLOOMINGDALE AVENUE ELEMENTARY SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,008,321.00	\$	\$ 1,008,321.00	\$ 1,008,321.00
Bond Proceeds and Transfers	<u>1,512,482.00</u>		<u>1,512,482.00</u>	<u>1,512,482.00</u>
Total revenues	<u>2,520,803.00</u>		<u>2,520,803.00</u>	<u>2,520,803.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	201,077.36	7,011.00	208,088.36	208,088.36
Construction Services	<u>1,614,100.00</u>	<u>12,268.20</u>	<u>1,626,368.20</u>	<u>1,626,368.20</u>
Total Expenditures	<u>1,815,177.36</u>	<u>19,279.20</u>	<u>1,834,456.56</u>	<u>1,834,456.56</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 705,625.64</u>	<u>\$ (19,279.20)</u>	<u>\$ 686,346.44</u>	<u>\$ 686,346.44</u>

Additional Project Information:

Project Number	0980-040-09-1004
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$1,512,482.00
Bonds Issued	\$1,512,482.00
Original Authorized Cost	\$2,520,803.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	73%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
BROOKSIDE PLACE ELEMENTARY SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 223,760.00	\$	\$ 223,760.00	\$ 223,760.00
Bond Proceeds and Transfers	335,640.00		335,640.00	335,640.00
Total Revenues and Other Financing Sources	559,400.00		559,400.00	559,400.00
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	48,400.00		48,400.00	48,400.00
Construction Services	511,000.00		511,000.00	511,000.00
Total Expenditures	559,400.00		559,400.00	559,400.00
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$	\$	\$	\$

Additional Project Information:

Project Number	SP202505
Grant Date	1/28/03
Bond Authorization Date	4/16/02
Bonds Authorized	\$335,640.00
Bonds Issued	\$335,640.00
Original Authorized Cost	\$559,400.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	9/1/04
Revised Target Completion Date	6/5/08

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
BROOKSIDE PLACE ELEMENTARY SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,358,460.00	\$	\$ 1,358,460.00	\$ 1,358,460.00
Bond Proceeds and Transfers	<u>2,037,691.00</u>		<u>2,037,691.00</u>	<u>2,037,691.00</u>
Total revenues	<u>3,396,151.00</u>		<u>3,396,151.00</u>	<u>3,396,151.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	241,151.16		241,151.16	241,151.16
Construction Services	<u>1,428,387.00</u>	<u>27,107.20</u>	<u>1,455,494.20</u>	<u>1,455,494.20</u>
Total Expenditures	<u>1,669,538.16</u>	<u>27,107.20</u>	<u>1,696,645.36</u>	<u>1,696,645.36</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 1,726,612.84</u>	<u>\$ (27,107.20)</u>	<u>\$ 1,699,505.64</u>	<u>\$ 1,699,505.64</u>

Additional Project Information:

Project Number	0980-040-09-1005
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$2,037,691.00
Bonds Issued	\$2,037,691.00
Original Authorized Cost	\$3,396,151.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	50%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
LIVINGSTON AVENUE ELEMENTARY SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 128,352.90	\$	\$ 128,352.90	\$ 128,352.90
Bond Proceeds and Transfers	<u>210,771.00</u>	<u> </u>	<u>210,771.00</u>	<u>210,771.00</u>
Total Revenues and Other Financing Sources	<u>339,123.90</u>	<u> </u>	<u>339,123.90</u>	<u>339,123.90</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	30,285.00		30,285.00	30,285.00
Construction Services	290,597.25		290,597.25	290,597.25
Transfer to Debt Service Fund	<u>18,241.65</u>	<u> </u>	<u>18,241.65</u>	<u>18,241.65</u>
Total Expenditures	<u>339,123.90</u>	<u> </u>	<u>339,123.90</u>	<u>339,123.90</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	SP202506
Grant Date	1/28/03
Bond Authorization Date	4/16/02
Bonds Authorized	\$210,771.00
Bonds Issued	\$210,771.00
Original Authorized Cost	\$351,285.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	9/1/04
Revised Target Completion Date	6/5/08

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
LIVINGSTON AVENUE ELEMENTARY SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 363,894.00	\$	\$ 363,894.00	\$ 363,894.00
Bond Proceeds and Transfers	<u>532,027.14</u>		<u>532,027.14</u>	<u>532,027.14</u>
Total revenues	<u>895,921.14</u>		<u>895,921.14</u>	<u>895,921.14</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	78,745.30		78,745.30	78,745.30
Construction Services	<u>378,000.00</u>		<u>378,000.00</u>	<u>378,000.00</u>
Total Expenditures	<u>456,745.30</u>		<u>456,745.30</u>	<u>456,745.30</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 439,175.84</u>	<u>\$</u>	<u>\$ 439,175.84</u>	<u>\$ 439,175.84</u>

Additional Project Information:

Project Number	0980-080-09-1007
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$545,842.00
Bonds Issued	\$545,079.00
Original Authorized Cost	\$909,736.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	-1.5%
Percentage Completion	51%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
WALNUT AVENUE ELEMENTARY SCHOOL - APRIL 2002 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 502,934.00	\$	\$ 502,934.00	\$ 502,934.00
Bond Proceeds and Transfers	<u>1,377,666.00</u>	<u></u>	<u>1,377,666.00</u>	<u>1,377,666.00</u>
Total Revenues and Other Financing Sources	<u>1,880,600.00</u>	<u></u>	<u>1,880,600.00</u>	<u>1,880,600.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	185,200.00		185,200.00	185,200.00
Construction Services	1,685,326.03		1,685,326.03	1,685,326.03
Transfer to Debt Service Fund	<u>258.00</u>	<u></u>	<u>258.00</u>	<u>258.00</u>
Total expenditures	<u>1,870,784.03</u>	<u></u>	<u>1,870,784.03</u>	<u>1,870,784.03</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 9,815.97</u>	<u>\$</u>	<u>\$ 9,815.97</u>	<u>\$ 9,815.97</u>
Additional project information:				
Project Number	SP202507			
Grant Date	1/28/03			
Bond Authorization Date	4/16/02			
Bonds Authorized	\$1,377,666.00			
Bonds Issued	\$1,377,666.00			
Original Authorized Cost	\$1,880,600.00			
Additional Authorized Cost	N/A			
Revised Authorized Cost	N/A			
Percentage Increase over Original Authorized Cost	N/A			
Percentage Completion	100%			
Original Target Completion Date	9/1/04			
Revised Target Completion Date	9/21/09			

CRANFORD PUBLIC SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS - BUDGETARY BASIS
WALNUT AVENUE ELEMENTARY SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,198,149.00	\$	\$ 1,198,149.00	\$ 1,198,149.00
Bond Proceeds and Transfers	<u>1,797,224.00</u>		<u>1,797,224.00</u>	<u>1,797,224.00</u>
Total revenues	<u>2,995,373.00</u>		<u>2,995,373.00</u>	<u>2,995,373.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	214,352.23		214,352.23	214,352.23
Construction Services	<u>1,175,302.50</u>	<u>55,037.20</u>	<u>1,230,339.70</u>	<u>1,230,339.70</u>
Total Expenditures	<u>1,389,654.73</u>	<u>55,037.20</u>	<u>1,444,691.93</u>	<u>1,444,691.93</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 1,605,718.27</u>	<u>\$ (55,037.20)</u>	<u>\$ 1,550,681.07</u>	<u>\$ 1,550,681.07</u>

Additional Project Information:

Project Number	0980-110-09-1008
Grant Date	1/22/10
Bond Authorization Date	12/8/09
Bonds Authorized	\$1,797,224.00
Bonds Issued	\$1,797,224.00
Original Authorized Cost	\$2,995,373.00
Additional Authorized Cost	N/A
Revised Authorized Cost	N/A
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	48%
Original Target Completion Date	12/31/11
Revised Target Completion Date	6/30/13

CRANFORD PUBLIC SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
 AND PROJECT STATUS - BUDGETARY BASIS
 LINCOLN AVENUE SCHOOL - DECEMBER 2009 REFERENDUM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 401,390.00	\$	\$ 401,390.00	\$ 401,390.00
Bond Proceeds and Transfers	<u>615,136.86</u>	<u></u>	<u>615,136.86</u>	<u>615,136.86</u>
Total revenues	<u>1,016,526.86</u>	<u></u>	<u>1,016,526.86</u>	<u>1,016,526.86</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	98,383.59		98,383.59	98,383.59
Construction Services	<u>917,102.66</u>	<u></u>	<u>917,102.66</u>	<u>917,102.66</u>
Total Expenditures	<u>1,015,486.25</u>	<u></u>	<u>1,015,486.25</u>	<u>1,015,486.25</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 1,040.61</u>	<u>\$</u>	<u>\$ 1,040.61</u>	<u>\$ 1,040.61</u>
Additional Project Information:				
Project Number	0980-X02-09-1006			
Grant Date	1/22/10			
Bond Authorization Date	12/8/09			
Bonds Authorized	\$602,085.00			
Bonds Issued	\$602,085.00			
Original Authorized Cost	\$1,003,475.00			
Additional Authorized Cost	N/A			
Revised Authorized Cost	N/A			
Percentage Increase over Original				
Authorized Cost	1.3%			
Percentage Completion	100%			
Original Target Completion Date	12/31/11			
Revised Target Completion Date	6/30/13			

PROPRIETARY FUND

SECTION – G

ENTERPRISE FUND

CRANFORD PUBLIC SCHOOL DISTRICT
 COMBINING STATEMENT OF NET ASSETS
 ENTERPRISE FUNDS
 FOOD SERVICE, CRANFORD SCHOOL DISTRICT ACADEMY (CSDA)
AS OF JUNE 30, 2012

	FOOD SERVICE - ENTERPRISE FUND	CSDA - ENTERPRISE FUND	TOTALS
Assets:			
Cash and Cash Equivalents	\$ 5,529.81	\$	\$ 5,529.81
Accounts Receivable:			
State	414.49		414.49
Federal	15,821.48		15,821.48
Other	30,750.00		
Inventories	<u>3,735.34</u>		<u>3,735.34</u>
Total Current Assets	<u>56,251.12</u>		<u>25,501.12</u>
Noncurrent Assets:			
Fixed Assets:			
Equipment	241,803.35		241,803.35
Accumulated Depreciation	<u>(179,822.66)</u>		<u>(179,822.66)</u>
Total Noncurrent Assets	<u>61,980.69</u>		<u>61,980.69</u>
Total Assets	<u>\$ 118,231.81</u>	<u>\$</u>	<u>\$ 87,481.81</u>
Liabilities:			
Current Liabilities:			
Accounts Payable	49,128.85		49,128.85
Intergovernmental Payable	<u>229.94</u>		<u>229.94</u>
Total Current Liabilities	<u>49,358.79</u>		<u>49,358.79</u>
Total Liabilities	<u>\$ 49,358.79</u>	<u>\$</u>	<u>\$ 49,358.79</u>
Net Assets:			
Investment in Capital Assets - Net of Related Debt	61,980.69		61,980.69
Unrestricted (Deficit)	<u>6,892.33</u>		<u>6,892.33</u>
Total Net Assets	<u>\$ 68,873.02</u>	<u>\$</u>	<u>\$ 68,873.02</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN NET ASSETS
 ENTERPRISE FUNDS
 FOOD SERVICE, CRANFORD SCHOOL DISTRICT ACADEMY (CSDA)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>FOOD SERVICE - ENTERPRISE FUND</u>	<u>CSDA - ENTERPRISE FUND</u>	<u>TOTALS</u>
Operating Revenues:			
Charges for Daily Services:			
Daily Sales - Reimbursable Programs:			
School Lunch Program	\$ 347,571.40	\$	\$ 347,571.40
Daily Sales - Non-reimbursable Programs	<u>242,911.28</u>	<u></u>	<u>242,911.28</u>
Total Operating Revenues	<u>590,482.68</u>	<u></u>	<u>590,482.68</u>
Operating Expenses:			
Purchased Property Services	30,750.00		30,750.00
Other Purchased Services	709,550.03		709,550.03
Salaries		11,453.13	11,453.13
Employee Benefits		876.16	876.16
Depreciation	17,430.82		17,430.82
General Supplies and Materials		<u>495.71</u>	<u>495.71</u>
Total Operating Expenses	<u>757,730.85</u>	<u>12,825.00</u>	<u>770,555.85</u>
Operating Income (Loss)	<u>(167,248.17)</u>	<u>(12,825.00)</u>	<u>(180,073.17)</u>
Nonoperating Revenues:			
State Sources:			
State School Lunch Program	6,756.42		6,756.42
Federal Sources:			
National School Lunch Program	81,857.77		81,857.77
Food Distribution Program	24,967.09		24,967.09
Program Donations		<u>12,825.00</u>	<u>12,825.00</u>
Total Non-Operating Revenues	<u>\$ 113,581.28</u>	<u>\$ 12,825.00</u>	<u>\$ 126,406.28</u>
Net Income (Loss) before Operating Transfers	<u>(53,666.89)</u>	<u></u>	<u>(53,666.89)</u>
Change in Net Assets	(53,666.89)		(53,666.89)
Total Net Assets - Beginning	<u>122,539.91</u>	<u></u>	<u>122,539.91</u>
Total Net Assets - Ending	<u>\$ 68,873.02</u>	<u>\$</u>	<u>\$ 68,873.02</u>

CRANFORD PUBLIC SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOOD SERVICE, CRANFORD SCHOOL DISTRICT ACADEMY (CSDA)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>FOOD SERVICE - ENTERPRISE FUND</u>	<u>CSDA - ENTERPRISE FUND</u>	<u>Total Enterprise Fund</u>
Cash Flows from Operating Activities:			
Cash Received from Customers	\$ 590,482.68	\$	\$ 590,482.68
Payments to Employees		(11,453.13)	(11,453.13)
Payments for Employees Benefits		(876.16)	(876.16)
Cash Payments to Suppliers for Goods and Services	<u>(745,224.40)</u>	<u>(495.71)</u>	<u>(745,720.11)</u>
Net Cash Provided by Operating Activities	<u>(154,741.72)</u>	<u>(12,825.00)</u>	<u>(167,566.72)</u>
Cash Flows from Non-Capital Financing Activities:			
Cash Received from State and Federal Sources	100,456.45		100,456.45
Program Donations		12,825.00	12,825.00
Net Cash Provided by Non-Capital Financing Activities	<u>100,456.45</u>	<u>12,825.00</u>	<u>113,281.45</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition of Capital Assets	<u>(12,744.60)</u>		<u>(12,744.60)</u>
Net Cash Used for Capital and Related Financing Activities	<u>(12,744.60)</u>		<u>(12,744.60)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(67,029.87)		(67,029.87)
Cash and Cash Equivalents at Beginning of Year	<u>72,559.68</u>		<u>72,559.68</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,529.81</u>	<u>\$</u>	<u>\$ 5,529.81</u>

CRANFORD PUBLIC SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOOD SERVICE, CRANFORD SCHOOL DISTRICT ACADEMY (CSDA)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Reconciliation of Operating Income (Loss) to Net Cash			
Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$	(167,248.17)	\$ (180,073.17)
Adjustments to Reconcile Operating Income to			
Net Cash Provided by Operating Income:			
Depreciation Expense		17,430.82	17,430.82
Food Distribution Program		24,967.09	24,967.09
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable		(30,750.00)	
(Increase) Decrease in Inventory		3,906.20	3,906.20
Increase (Decrease) in Accounts Payable		(2,099.39)	(2,099.39)
Increase (Decrease) in Deferred Revenue		<u>(948.27)</u>	<u>(948.27)</u>
 Net Cash Provided (Used) by Operating Activities	 \$	 <u>(154,741.72)</u>	 <u>\$ (136,816.72)</u>

INTERNAL SERVICE FUND

FIDUCIARY FUNDS

SECTION - H

CRANFORD PUBLIC SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUND
FOR THE YEAR ENDED JUNE 30, 2012

	<u>TRUST FUND</u>	<u>AGENCY FUND</u>	
	<u>UNEMPLOYMENT</u>	<u>STUDENT</u>	
	<u>COMPENSATION</u>	<u>ACTIVITY</u>	<u>PAYROLL</u>
	<u>TRUST</u>		
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 44,611.52	\$ 212,406.79	\$ 771,600.84
Total Assets	<u>\$ 44,611.52</u>	<u>\$ 212,406.79</u>	<u>\$ 771,600.84</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts Payable	\$ 20,556.36		\$
Payroll Deductions and Withholdings			62,456.30
Accrued Salaries and Wages			709,144.54
Due to Student Groups		212,406.79	
Total Liabilities	<u>20,556.36</u>	<u>212,406.79</u>	<u>771,600.84</u>
Net Assets:			
Held in Trust for Unemployment Claims and Other Purposes	<u>24,055.16</u>		
Total Fund Balances	<u>24,055.16</u>		
Total Liabilities and Fund Balances	<u>\$ 44,611.52</u>	<u>\$ 212,406.79</u>	<u>\$ 771,600.84</u>

CRANFORD PUBLIC SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>UNEMPLOYMENT COMPENSATION TRUST</u>
ADDITIONS:	
Contributions:	
Plan Member	\$ <u>54,055.28</u>
Total Contributions	<u>54,055.28</u>
Total Additions	<u>54,055.28</u>
DEDUCTIONS:	
Quarterly Contributions Reports	<u>116,262.86</u>
Total Deductions	<u>116,262.86</u>
Change in Net Assets	<u>(62,207.58)</u>
Net Assets - Beginning of the Year	<u>86,262.74</u>
Net Assets - End of the Year	<u>\$ <u>24,055.16</u></u>

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

	<u>BALANCE</u> JUNE 30, 2011	<u>CASH</u> RECEIPTS	<u>CASH</u> DISBURSEMENTS	<u>BALANCE</u> JUNE 30, 2012
<u>ELEMENTARY SCHOOLS</u>				
Orange Avenue	\$ 32,606.16	\$ 176,032.81	\$ 168,967.78	\$ 39,671.19
Hillside Avenue	70,389.51	165,121.21	164,587.80	70,922.92
Bloomington Avenue	184.07	2,518.22	2,493.00	209.29
Livingston Avenue	<u>85.88</u>	<u>1,305.00</u>	<u>1,390.88</u>	
Total Elementary Schools	<u>\$ 103,265.62</u>	<u>\$ 344,977.24</u>	<u>\$ 337,439.46</u>	<u>\$ 110,803.40</u>
 <u>SENIOR HIGH SCHOOLS</u>				
Activities	\$ 107,362.05	\$ 298,355.83	\$ 305,107.17	\$ 100,610.71
Athletics		73,330.00	73,330.00	
Alternative Program	<u>2,988.63</u>	<u>6,800.82</u>	<u>8,796.77</u>	<u>992.68</u>
Total Senior High Schools	<u>\$ 110,350.68</u>	<u>\$ 378,486.65</u>	<u>\$ 387,233.94</u>	<u>\$ 101,603.39</u>
Total All Schools	<u>\$ 213,616.30</u>	<u>\$ 723,463.89</u>	<u>\$ 724,673.40</u>	<u>\$ 212,406.79</u>

CRANFORD PUBLIC SCHOOL DISTRICT
 SCHEDULE OF RECEIPTS AND DISBURSEMENTS
 PAYROLL AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	BALANCE JUNE 30, <u>2011</u>	<u>RECEIPTS</u>	<u>DISBURSEMENTS</u>	BALANCE JUNE 30, <u>2012</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 901,077.14	\$ 41,451,451.71	\$ 41,581,028.01	\$ 771,600.84
Accounts Receivable	<u>50.00</u>	<u>50.00</u>		
Total Assets	<u>\$ 901,127.14</u>	<u>\$ 41,451,501.71</u>	<u>\$ 41,581,028.01</u>	<u>\$ 771,600.84</u>
<u>LIABILITIES</u>				
Payroll Deductions and Withholdings	\$ 260,073.51	\$ 16,496,553.40	\$ 16,694,170.61	\$ 62,456.30
Net Payroll		22,994,507.01	22,994,507.01	
Interfunds Payable		1,251,294.87	1,251,294.87	
Accrued Salaries and Wages	<u>641,053.63</u>	<u>709,146.43</u>	<u>641,055.52</u>	<u>709,144.54</u>
Total Liabilities	<u>\$ 901,127.14</u>	<u>\$ 41,451,501.71</u>	<u>\$ 41,581,028.01</u>	<u>\$ 771,600.84</u>

LONG TERM DEBT

SECTION - I

CRANFORD PUBLIC SCHOOL DISTRICT
SCHEDULE OF SERIAL BONDS
LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ORIGINAL ISSUE</u>	<u>ANNUAL MATURITIES</u>		<u>INTEREST RATE</u>	<u>BALANCE JUNE 30, 2011</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30, 2012</u>
2002 School Bonds	9/15/02	\$ 4,172,000.00	9/15/03	\$ 195,000.00	3.000%	\$ 2,322,000.00	\$	\$ 285,000.00	\$ 2,037,000.00
			2004	205,000.00	3.250%				
			2005	215,000.00	3.250%				
			2006	225,000.00	3.250%				
			2007	230,000.00	3.250%				
			2008	250,000.00	3.300%				
			2009	260,000.00	3.375%				
			2010	270,000.00	3.375%				
			2011	285,000.00	3.375%				
			2012	300,000.00	3.400%				
			2013	315,000.00	3.600%				
			2014	330,000.00	3.700%				
			2015	345,000.00	3.800%				
			2016	365,000.00	4.000%				
			2017	382,000.00	4.000%				

CRANFORD PUBLIC SCHOOL DISTRICT
SCHEDULE OF SERIAL BONDS
LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

ISSUE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JUNE 30, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
			DATE	AMOUNT					
2010 School Bonds	11/1/10	\$ 11,988,000.00	11/1/12	\$ 420,000.00	2.000%	\$ 11,988,000.00	\$	\$	\$ 11,988,000.00
			2013	440,000.00	2.000%				
			2014	460,000.00	2.000%				
			2015	480,000.00	2.000%				
			2016	500,000.00	2.000%				
			2017	520,000.00	2.125%				
			2018	540,000.00	2.250%				
			2019	560,000.00	2.625%				
			2020	580,000.00	2.750%				
			2021	610,000.00	3.000%				
			2022	630,000.00	3.000%				
			2023	670,000.00	3.125%				
			2024	710,000.00	3.250%				
			2025	740,000.00	4.000%				
			2026	780,000.00	4.000%				
			2027	830,000.00	4.000%				
			2028	840,000.00	4.000%				
			2029	840,000.00	4.000%				
			2030	838,000.00	4.000%				
Totals						\$ 14,310,000.00	\$	\$ 285,000.00	\$ 14,025,000.00

CRANFORD PUBLIC SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
LONG-TERM DEBT
JUNE 30, 2012

Exhibit - I-2

<u>SERIES</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL ISSUE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2011</u>	<u>ISSUED CURRENT YEAR</u>	<u>RETIRED CURRENT YEAR</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2012</u>
Equipment - Copiers (District Wide)	Various	\$ Various	\$ 545,909.14	\$ 76,434.60	\$ 168,850.42	\$ 453,493.32 *
Equipment - Playground (District Wide)	3.55%	225,000.00	140,092.70		45,080.76	95,011.94
Equipment - Maintenance Vehicle	4.50%	44,808.00	<u>44,808.00</u>		<u>8,190.53</u>	<u>36,617.47</u>
			<u>\$ 730,809.84</u>	<u>\$ 76,434.60</u>	<u>\$ 222,121.71</u>	<u>\$ 585,122.73</u>

* Includes principal and interest requirements on monthly lease payments.

CRANFORD PUBLIC SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Exhibit I-3

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL (GAAP BASIS)</u>	<u>VARIANCE POSITIVE (NEGATIVE) FINAL TO ACTUAL</u>
<u>REVENUES</u>					
Local Sources:					
Local Tax Levy	\$ 921,875.00	\$ _____	\$ 921,875.00	\$ 921,875.00	\$ _____
Total Revenues	<u>921,875.00</u>	<u>_____</u>	<u>921,875.00</u>	<u>921,875.00</u>	<u>_____</u>
<u>EXPENDITURES</u>					
Regular Debt Service:					
Interest	636,875.00	_____	636,875.00	636,872.39	2.61
Redemption of Principal	<u>285,000.00</u>	<u>_____</u>	<u>285,000.00</u>	<u>285,000.00</u>	<u>_____</u>
Total Regular Debt Service	<u>921,875.00</u>	<u>_____</u>	<u>921,875.00</u>	<u>921,872.39</u>	<u>2.61</u>
Total Expenditures	<u>921,875.00</u>	<u>_____</u>	<u>921,875.00</u>	<u>921,872.39</u>	<u>2.61</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>2.61</u>	<u>2.61</u>
Fund Balance - July 1	<u>1.04</u>	<u>_____</u>	<u>1.04</u>	<u>1.04</u>	<u>_____</u>
Fund Balance - June 30	<u>\$ 1.04</u>	<u>\$ _____</u>	<u>\$ 1.04</u>	<u>\$ 3.65</u>	<u>\$ 2.61</u>

Statistical Section (Unaudited)

SECTION - J

Cranford School District
 Net Assets by Component,
 Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Invested in capital assets, net of related debt	\$ 41,170,809.12	\$ 44,337,108.95	\$ 44,650,592.64	\$ 44,915,563.96	\$ 45,865,853.48	\$ 46,230,056.70	\$ 46,200,469.94	\$ 46,476,767.21	\$ 42,078,828.71	\$ 46,755,972.97
Restricted	2,341,644.30	290,392.28	1,163,007.45	1,288,268.79	1,139,530.74	250,887.28	118,113.92	(32,376.71)	8,542,657.40	6,069,457.75
Unrestricted	(143,250.81)	(816,112.35)	(1,696,960.57)	(1,831,859.60)	(2,645,548.70)	(2,169,547.26)	(2,192,119.60)	(1,619,212.08)	(1,850,179.65)	(1,671,432.79)
Total governmental activities net assets	\$ 43,369,202.61	\$ 43,811,388.88	\$ 44,116,639.52	\$ 44,371,973.15	\$ 44,359,835.52	\$ 44,311,396.72	\$ 44,126,464.26	\$ 44,825,178.42	\$ 48,771,306.46	\$ 51,153,997.93
Business-type activities										
Invested in capital assets, net of related debt	\$ 57,044.24	\$ 76,288.28	\$ 77,896.85	\$ 94,372.27	\$ 123,745.34	\$ 107,742.84	\$ 93,875.34	\$ 78,797.84	\$ 66,666.91	\$ 61,980.69
Unrestricted	119,845.26	133,553.78	167,931.99	171,656.45	142,740.87	144,892.25	114,827.91	90,856.34	55,873.00	6,892.33
Total business-type activities net assets	\$ 176,889.50	\$ 209,842.06	\$ 245,828.84	\$ 266,028.72	\$ 266,486.21	\$ 252,635.09	\$ 208,703.25	\$ 169,654.18	\$ 122,539.91	\$ 68,873.02
District-wide										
Invested in capital assets, net of related debt	\$ 41,227,853.36	\$ 44,413,397.23	\$ 44,728,489.49	\$ 45,009,936.23	\$ 45,989,598.82	\$ 46,337,799.54	\$ 46,294,345.28	\$ 46,555,565.05	\$ 42,145,495.62	\$ 46,817,953.66
Restricted	2,341,644.30	290,392.28	1,163,007.45	1,288,268.79	1,139,530.74	250,887.28	118,113.92	(32,376.71)	8,542,657.40	6,069,457.75
Unrestricted	(23,405.55)	(682,558.57)	(1,529,028.58)	(1,660,203.15)	(2,502,807.83)	(2,024,655.01)	(2,077,291.69)	(1,528,355.74)	(1,794,306.65)	(1,664,540.46)
Total district net assets	\$ 43,546,092.11	\$ 44,021,230.94	\$ 44,362,468.36	\$ 44,638,001.87	\$ 44,626,321.73	\$ 44,564,031.81	\$ 44,335,167.51	\$ 44,994,832.60	\$ 48,893,846.37	\$ 51,222,870.95

Source: District records

Cranford School District
 Changes in Net Assets
 Last Ten Fiscal Years
 (accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities										
Instruction										
Regular	\$ 15,211,445.29	\$ 14,733,569.82	\$ 15,378,308.50	\$ 15,638,668.08	\$ 16,211,787.13	\$ 16,705,921.51	\$ 17,468,570.13	\$ 17,806,421.61	\$ 17,652,317.09	\$ 18,082,518.97
Special education	3,609,342.05	4,141,558.54	4,772,380.05	4,943,974.54	4,978,503.19	5,347,087.95	5,760,933.35	6,028,485.93	5,799,060.31	6,130,645.84
Other special instruction	186,744.16	200,882.84	254,312.57	288,742.98	272,560.41	281,685.76	300,568.16	454,653.90	557,189.82	586,876.34
Other instruction	886,284.65	1,008,517.72	1,040,043.85	1,185,683.31	1,160,771.80	1,249,700.26	1,325,040.70	1,573,488.23	1,113,855.45	1,151,697.34
Support Services:										
Tuition	1,359,424.02	1,457,784.88	1,631,787.47	1,674,340.37	1,780,051.70	1,942,964.86	2,036,291.07	2,226,259.35	2,241,385.31	2,400,150.61
Student & instruction related services	4,044,608.44	4,266,323.33	4,695,971.61	4,973,097.86	5,180,183.36	5,891,902.85	6,204,579.28	6,324,613.33	5,852,037.18	6,029,088.86
General administration	818,489.45	734,776.85	845,079.88	834,492.91	847,387.59	956,423.73	943,244.21	867,520.94	851,659.67	765,879.18
School administrative services	2,328,968.54	2,399,906.72	2,370,562.98	2,445,501.49	2,432,218.53	2,478,507.95	2,661,708.55	2,615,055.51	2,593,571.71	2,731,754.26
Business and other support services	780,111.38	708,949.04								
Central Services			679,831.05	683,984.34	684,563.56	740,930.46	730,532.78	703,057.09	762,285.74	803,924.81
Administrative information technology			111,819.51	123,376.08	174,018.70	172,873.66	183,439.28	191,616.52	136,151.07	192,856.88
Plant operations and maintenance	3,573,094.53	3,916,558.07	4,178,554.81	4,651,880.87	5,114,232.58	4,740,620.28	4,645,676.06	4,743,435.83	4,480,573.94	4,599,055.82
Pupil transportation	1,194,524.68	1,076,755.36	1,212,816.90	1,286,032.61	1,334,084.20	1,436,527.35	1,437,594.93	1,367,157.97	1,113,284.21	1,090,840.52
Unallocated benefits	7,207,963.13	8,507,733.37	9,240,459.67	10,289,284.45	12,467,820.25	12,920,494.75	10,799,639.09	12,034,587.96	12,249,170.95	13,633,867.04
Special schools	81,774.95	117,104.12	133,913.75	104,700.56	95,065.74	103,114.36	111,575.20	207.40		
Interest on long-term debt	30,633.85	203,778.74	135,659.28	128,739.49	121,494.70	114,053.55	105,964.01	97,299.38	150,887.61	634,066.92
Unallocated depreciation and amortization	2,498.10	44,431.25	64,390.30	64,574.82	64,574.82	55,741.09	82,080.76	43,618.76	27,048.34	26,816.15
Total governmental activities expenses	<u>41,315,907.22</u>	<u>43,518,630.65</u>	<u>46,745,892.18</u>	<u>49,317,074.76</u>	<u>52,919,318.26</u>	<u>55,138,550.37</u>	<u>54,797,437.56</u>	<u>57,077,479.71</u>	<u>55,580,478.40</u>	<u>58,860,039.54</u>
Business-type activities:										
Food service	603,244.71	672,912.98	742,576.16	787,188.24	795,809.37	817,604.61	845,492.34	794,575.27	776,666.29	757,730.85
Cranford School District Academy (CSDA)				24,344.42	41,754.14	45,837.76	46,770.80	49,011.71	26,971.72	12,825.00
Total business-type activities expense	<u>603,244.71</u>	<u>672,912.98</u>	<u>742,576.16</u>	<u>811,532.66</u>	<u>837,563.51</u>	<u>863,442.37</u>	<u>892,263.14</u>	<u>843,586.98</u>	<u>803,638.01</u>	<u>770,555.85</u>
Total district expenses	<u>\$ 41,919,151.93</u>	<u>\$ 44,191,543.63</u>	<u>\$ 47,488,468.34</u>	<u>\$ 50,128,607.42</u>	<u>\$ 53,756,881.77</u>	<u>\$ 56,001,992.74</u>	<u>\$ 55,689,700.70</u>	<u>\$ 57,921,066.69</u>	<u>\$ 56,384,116.41</u>	<u>\$ 59,630,595.39</u>

Cranford School District
 Changes in Net Assets
 Last Ten Fiscal Years
 (accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Program Revenues										
Governmental activities:										
Operating grants and contributions	\$ 2,638,165.65	\$ 3,139,988.57	\$ 3,343,903.89	\$ 3,883,845.42	\$ 5,464,747.61	\$ 5,658,416.83	\$ 3,626,570.25	\$ 3,792,921.55	\$ 6,465,934.57	\$ 7,534,791.97
Total governmental activities program revenues	<u>2,638,165.65</u>	<u>3,139,988.57</u>	<u>3,343,903.89</u>	<u>3,883,845.42</u>	<u>5,464,747.61</u>	<u>5,658,416.83</u>	<u>3,626,570.25</u>	<u>3,792,921.55</u>	<u>6,465,934.57</u>	<u>7,534,791.97</u>
Business-type activities:										
Charges for services										
Food service	550,308.79	618,280.91	669,604.29	681,731.17	655,059.04	663,783.91	677,979.18	646,893.60	599,883.06	590,482.68
Cranford School District Academy (CSDA)				10,416.55						
Operating grants and contributions	76,799.82	87,290.84	106,539.38	133,946.73	176,286.37	181,716.34	169,566.59	157,249.57	156,491.55	126,406.28
Total business type activities program revenues	<u>627,108.61</u>	<u>705,571.75</u>	<u>776,143.67</u>	<u>826,094.45</u>	<u>831,345.41</u>	<u>845,500.25</u>	<u>847,545.77</u>	<u>804,143.17</u>	<u>756,374.61</u>	<u>716,888.96</u>
Total district program revenues	<u>\$ 3,265,274.26</u>	<u>\$ 3,845,560.32</u>	<u>\$ 4,120,047.56</u>	<u>\$ 4,709,939.87</u>	<u>\$ 6,296,093.02</u>	<u>\$ 6,503,917.08</u>	<u>\$ 4,474,116.02</u>	<u>\$ 4,597,064.72</u>	<u>\$ 7,222,309.18</u>	<u>\$ 8,251,680.93</u>
Net (Expense)/Revenue										
Governmental activities	\$ (38,677,741.57)	\$ (40,378,642.08)	\$ (43,401,988.29)	\$ (45,433,229.34)	\$ (47,454,570.65)	\$ (49,480,133.54)	\$ (51,170,867.31)	\$ (53,284,558.16)	\$ (49,114,543.83)	\$ (51,325,247.57)
Business-type activities	23,863.90	32,658.77	33,567.51	14,561.79	(6,218.10)	(17,942.12)	(44,717.37)	(39,443.81)	(47,263.40)	(53,666.89)
Total district-wide net expense	<u>\$ (38,653,877.67)</u>	<u>\$ (40,345,983.31)</u>	<u>\$ (43,368,420.78)</u>	<u>\$ (45,418,667.55)</u>	<u>\$ (47,460,788.75)</u>	<u>\$ (49,498,075.66)</u>	<u>\$ (51,215,584.68)</u>	<u>\$ (53,324,001.97)</u>	<u>\$ (49,161,807.23)</u>	<u>\$ (51,378,914.46)</u>
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 32,406,561.00	\$ 33,737,025.00	\$ 35,926,588.00	\$ 37,830,007.00	\$ 39,872,851.00	\$ 41,578,467.00	\$ 42,965,510.00	\$ 44,780,105.00	\$ 46,233,915.00	\$ 46,806,452.00
Taxes levied for debt service		382,251.00	338,771.00	341,836.00	348,627.00	346,233.00	358,370.00	275,880.00	360,914.00	921,875.00
Federal and State aid not restricted	1,153,367.60	2,747,950.00	3,085,456.00	2,968,260.80	2,949,692.00	3,023,375.64	3,447,503.20	3,565,296.00	8,914.00	847.09
Federal and State aid restricted	3,492,936.67	1,870,598.46	1,257,570.38	1,169,503.84	1,166,947.16	1,338,669.84	1,219,813.82	1,992,169.80	2,930,244.30	2,597,112.94
Tuition Received	1,620,189.71	1,844,763.05	2,774,037.93	2,963,267.65	2,690,009.28	2,840,046.70	2,865,802.59	3,117,970.09	3,374,520.69	3,289,193.81
Investment earnings	60,900.41	15,322.43	57,037.64	168,505.73	219,116.37	120,993.36	31,818.76	12,474.72	9,492.85	2,949.10
Miscellaneous income	161,548.87	222,919.41	267,777.98	247,181.95	195,190.21	183,909.20	180,631.18	155,861.68	142,671.03	126,831.06
Special Item-Insurance Reimbursement Transfers	(7,522.00)									16,678.04
Total governmental activities	<u>38,887,982.26</u>	<u>40,820,829.35</u>	<u>43,707,238.93</u>	<u>45,688,562.97</u>	<u>47,442,433.02</u>	<u>49,431,694.74</u>	<u>51,069,449.55</u>	<u>53,899,757.29</u>	<u>53,060,671.87</u>	<u>53,761,939.04</u>
Business-type activities:										
Investment earnings	28.37	293.79	2,419.22	5,638.14	6,675.59	4,091.00	785.53	394.74	149.13	-
Total business-type activities	<u>28.37</u>	<u>293.79</u>	<u>2,419.22</u>	<u>5,638.14</u>	<u>6,675.59</u>	<u>4,091.00</u>	<u>785.53</u>	<u>394.74</u>	<u>149.13</u>	<u>-</u>
Total district-wide	<u>\$ 38,888,010.63</u>	<u>\$ 40,821,123.14</u>	<u>\$ 43,709,658.15</u>	<u>\$ 45,694,201.11</u>	<u>\$ 47,449,108.61</u>	<u>\$ 49,435,785.74</u>	<u>\$ 51,070,235.08</u>	<u>\$ 53,900,152.03</u>	<u>\$ 53,060,821.00</u>	<u>\$ 53,761,939.04</u>

Cranford School District
 Changes in Net Assets
 Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Change in Net Assets										
Governmental activities	\$ 210,240.69	\$ 442,187.27	\$ 305,250.64	\$ 255,333.63	\$ (12,137.63)	\$ (48,438.80)	\$ (101,417.76)	\$ 615,199.13	\$ 3,946,128.04	\$ 2,436,691.47
Business-type activities	23,892.27	32,952.56	35,986.73	20,199.93	457.49	(13,851.12)	(43,931.84)	(39,049.07)	(47,114.27)	(53,666.89)
Total district	<u>\$ 234,132.96</u>	<u>\$ 475,139.83</u>	<u>\$ 341,237.37</u>	<u>\$ 275,533.56</u>	<u>\$ (11,680.14)</u>	<u>\$ (62,289.92)</u>	<u>\$ (145,349.60)</u>	<u>\$ 576,150.06</u>	<u>\$ 3,899,013.77</u>	<u>\$ 2,383,024.58</u>

Source: District records

Notes

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

Cranford School District
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 360,637.84	\$ 223,870.90	\$ 1,080,463.69	\$ 1,397,540.29	\$ 1,040,497.65	\$ 536,853.95	\$ 488,060.85	\$ 608,044.95		
Unreserved	1,144,175.54	892,571.88	874,224.01	755,187.70	294,471.70	312,165.85	612,226.98	850,688.71		
Total general fund	<u>\$ 1,504,813.38</u>	<u>\$ 1,116,442.78</u>	<u>\$ 1,954,687.70</u>	<u>\$ 2,152,727.99</u>	<u>\$ 1,334,969.35</u>	<u>\$ 849,019.80</u>	<u>\$ 1,100,287.83</u>	<u>\$ 1,458,733.66</u>	<u>\$ -</u>	<u>\$ -</u>
All Other Governmental Funds										
Reserved	\$ 2,333,327.14	\$ 286,449.54	\$ 41,434.37	\$ 37,493.37	\$ 12,501.00	\$ 12,501.00	\$ 91,480.00	\$ 709,160.00		
Unreserved, reported in:										
Special Revenue Fund	(7,297.00)									
Capital Projects Fund			74,162.88	71,882.88	86,532.88	86,532.88	7,553.26	(964,580.71)		
Debt Service Fund	3,832.10	3,942.74	1.23	0.72	0.21	0.45	0.81	0.05		
Total all other governmental funds	<u>\$ 2,329,862.24</u>	<u>\$ 290,392.28</u>	<u>\$ 115,598.48</u>	<u>\$ 109,376.97</u>	<u>\$ 99,034.09</u>	<u>\$ 99,034.33</u>	<u>\$ 99,034.07</u>	<u>\$ (255,420.66)</u>	<u>\$ -</u>	<u>\$ -</u>
Governmental Funds:										
Restricted For:										
Excess Surplus - Current Year									1,204,342	441,523
Excess Surplus - Prior Year - Designated									70,185	1,204,342
For Ssubsequent Year Expenditures									1	1
Capital Reserve Account										
Committed For:										
Year-End Encumbrances										
General Fund									422,176	408,917
Capital Projects Fund									4,961,303	321,827
Assigned To:										
General Fund -Designated										
For Ssubsequent Year Expenditures									341,463	813,627
Debt Service Fund									1	4
Capital Projects Fund									2,306,826	4,101,763
Unassigned:										
General Fund									519,863	449,039
Special Revenue Fund										
Total Fund Balances	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u>9,826,160</u>	<u>7,741,042</u>

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Note: For Years Commencing With The 2010-2011 School Year, The Provisions Of GASB Statement No. 54 Were Applicable.

Source: District records

Cranford School District
 Changes in Fund Balances, Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Exhibit J-4

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2011
Revenues										
Tax levy	\$ 32,406,561.00	\$ 34,119,276.00	\$ 36,265,359.00	\$ 38,171,843.00	\$ 40,221,478.00	\$ 41,924,700.00	\$ 43,323,880.00	\$ 45,055,985.00	\$ 46,594,829.00	\$ 47,728,327.00
Tuition charges	1,620,189.71	1,844,763.05	2,774,037.93	2,963,267.65	2,690,009.28	2,840,046.70	2,865,802.59	3,117,970.09	3,374,520.69	3,289,193.81
Miscellaneous	177,107.47	151,357.32	324,815.62	415,687.68	414,306.58	304,902.56	212,449.94	168,336.40	152,163.88	129,780.16
Local sources	45,341.81	86,884.52	72,450.65	51,343.43	57,044.17	165,399.66	67,214.21	50,111.23	32,370.09	45,269.46
State sources	6,345,936.00	6,987,613.09	6,742,430.36	7,064,744.22	8,614,105.94	8,879,057.64	8,073,190.82	7,690,888.62	7,919,723.26	8,848,004.82
Federal sources	938,533.92	770,923.94	872,049.26	905,522.41	910,236.66	976,005.01	153,482.24	1,609,387.50	1,452,999.52	1,239,477.72
Total revenue	41,533,669.91	43,960,817.92	47,051,142.82	49,572,408.39	52,907,180.63	55,090,111.57	54,696,019.80	57,692,678.84	59,526,606.44	61,280,052.97
Expenditures										
Instruction										
Regular Instruction	14,905,649.08	14,749,845.33	15,127,941.85	15,722,247.49	16,289,966.00	16,646,150.53	17,316,995.34	17,780,443.43	17,421,802.61	17,856,645.04
Special education instruction	3,607,866.88	4,123,731.96	4,711,631.15	4,935,848.92	4,921,804.61	5,334,749.37	5,722,873.57	6,093,482.75	5,787,533.81	6,105,820.17
Other special instruction	188,314.16	200,882.84	254,312.57	288,742.98	272,560.41	281,685.76	300,568.16	454,653.90	531,426.78	586,876.34
Other instruction	885,478.50	1,013,372.52	1,041,161.82	1,181,427.12	1,157,276.10	1,238,535.94	1,281,392.53	1,553,570.40	1,110,420.45	1,121,443.92
Support Services:										
Tuition	1,359,424.02	1,457,784.88	1,631,787.47	1,674,340.37	1,780,051.70	1,942,964.86	2,036,291.07	2,226,259.35	2,241,395.31	2,400,150.61
Student & inst. related services	4,022,279.00	4,266,323.33	4,597,225.61	4,948,381.86	5,177,480.36	5,873,992.85	6,117,534.28	6,374,057.33	5,848,567.18	6,013,083.86
General administration	810,387.22	724,465.85	833,233.88	833,515.91	844,828.91	948,414.73	960,686.21	869,417.94	851,659.67	702,933.45
School administrative services	2,255,663.74	2,348,623.76	2,319,722.78	2,375,080.54	2,442,421.25	2,507,593.37	2,612,116.26	2,694,221.72	2,664,712.37	2,698,257.14
Central services			654,890.39	638,459.56	664,972.07	708,028.14	704,608.87	708,624.39	751,723.76	803,924.81
Admin. information technology			111,819.51	123,376.08	174,018.70	172,873.66	183,439.28	191,616.52	136,151.07	192,856.88
Business & other support service	777,979.84	698,629.35	3,191.78							
Plant operations and maintenance	3,512,597.61	3,806,837.44	3,814,108.82	4,587,214.85	5,347,898.81	4,715,173.32	4,425,674.18	4,510,223.09	4,287,348.70	4,337,711.17
Pupil transportation	1,191,120.83	1,076,357.22	1,209,677.90	1,278,176.61	1,329,485.20	1,436,399.35	1,437,016.93	1,365,223.67	1,181,660.96	1,134,938.56
Employee benefits	7,340,306.16	8,507,733.37	9,240,459.67	10,289,284.45	12,467,820.25	12,920,494.75	10,799,639.09	12,034,587.96	12,249,170.95	13,633,967.04
Special Schools	81,774.95	117,104.12	133,913.75	104,700.56	95,065.74	103,114.36	111,575.20	207.40		
Capital outlay	3,021,337.96	3,058,954.74	942,262.20	239,801.40	776,664.73	556,756.53	419,854.80	562,404.53	7,938,365.10	4,931,223.84
Debt service:										
Principal		195,000.00	205,000.00	215,000.00	225,000.00	230,000.00	250,000.00	260,000.00	270,000.00	285,000.00
Interest and other charges		214,250.57	137,602.51	130,777.51	123,627.51	116,233.76	108,370.26	99,858.76	90,915.01	636,872.39
Total expenditures	43,960,179.95	46,559,897.28	46,969,943.66	49,566,376.21	54,090,942.35	55,733,161.28	54,788,636.03	57,778,853.14	63,362,853.73	63,441,705.22
Excess (Deficiency) of revenues over (under) expenditures	(2,426,510.04)	(2,599,079.36)	81,199.16	6,032.18	(1,183,761.72)	(643,049.71)	(92,616.23)	(86,174.30)	(3,836,247.29)	(2,161,652.25)
Other Financing sources (uses)										
Proceeds from bond sale	4,172,000.00								11,988,000.00	
Capital leases (non-budgeted)		171,238.80	582,253.96	185,784.60	355,660.20	157,100.40	343,884.00	90,165.40	471,094.32	76,434.60
Transfers out	(7,522.00)									
Total other financing sources (uses)	4,164,478.00	171,238.80	582,253.96	185,784.60	355,660.20	157,100.40	343,884.00	90,165.40	12,459,094.32	76,434.60
Net change in fund balances	\$ 1,737,967.96	\$ (2,427,840.56)	\$ 663,453.12	\$ 191,816.78	\$ (828,101.52)	\$ (485,949.31)	\$ 251,267.77	\$ 3,991.10	\$ 8,622,847.03	\$ (2,085,217.65)
Debt service as a percentage of noncapital expenditures	0.00%	0.94%	0.74%	0.70%	0.65%	0.63%	0.66%	0.63%	0.65%	1.58%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.

Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

Cranford School District
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years
 Unaudited
(modified accrual basis of accounting)

Fiscal Year Ending June 30,	Tuition	Interest on Investments	Admissions	Rentals	Misc.	Annual Totals
2003	\$ 1,620,189.71	\$ 27,068.81	\$ 15,001.00	\$ 10,847.25	\$ 90,358.81	\$ 1,763,465.58
2004	1,844,763.05	14,380.22	21,716.00	24,256.50	90,062.34	1,995,178.11
2005	2,774,037.93	57,037.64	14,253.00	55,966.00	197,558.98	3,098,853.55
2006	2,963,267.65	168,505.73	19,588.00	30,980.55	196,613.40	3,378,955.33
2007	2,690,009.28	219,116.37	17,918.00	27,856.45	149,415.76	3,104,315.86
2008	2,840,046.70	120,993.36	14,806.00	34,608.10	134,494.10	3,144,948.26
2009	2,865,802.59	31,818.76	15,914.00	33,339.00	131,378.18	3,078,252.53
2010	3,117,970.09	12,474.72	14,199.00	28,801.50	112,861.18	3,286,306.49
2011	3,374,520.69	9,492.85	11,697.00	34,892.25	96,081.78	3,526,684.57
2012	3,289,193.81	2,949.10	21,658.00	33,265.00	71,908.06	3,418,973.97

Source: District records

Cranford Public School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Business Personal Property ^a	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^b
2003	\$7,816,900	\$1,324,813,700	\$105,200	\$272,609,500	\$49,108,800	\$6,742,800	\$1,661,196,900	\$4,788,138	\$1,665,985,038	\$2,921,042,553	\$2.009
2004	7,084,100	1,328,255,400	105,200	274,221,100	50,938,500	6,742,800	1,667,347,100	699,063	1,668,046,163	3,247,656,993	2.105
2005	6,819,500	1,333,744,900	105,200	273,396,600	50,021,300	6,510,400	1,670,597,900	3,456,331	1,674,054,231	3,609,762,100	2.224
2006	7,235,900	1,342,358,100	105,200	252,391,800	49,891,300	6,510,400	1,658,492,700	3,062,178	1,661,554,878	3,998,294,841	2.359
2007	10,160,700	1,345,807,100	105,200	233,950,900	48,125,100	6,501,800	1,644,650,800	2,412,869	1,647,063,669	4,191,260,958	2.494
2008	10,286,500	1,349,760,700	105,200	235,664,800	47,977,400	6,151,800	1,649,946,400	2,724,644	1,652,671,044	4,301,590,432	2.579
2009	9,188,200	1,354,906,500	105,200	240,213,700	48,142,200	6,151,800	1,658,707,600	3,025,102	1,661,732,702	4,341,357,824	2.657
2010	8,501,100	1,359,434,000	105,200	228,052,100	48,682,200	6,551,800	1,651,326,400	3,084,021	1,654,410,421	4,252,540,543	2.773
2011	7,186,500	1,359,946,100	105,200	220,479,400	48,867,200	6,556,800	1,643,141,200	3,450,208	1,646,591,408	4,133,780,302	2.881
2012	8,777,300	1,359,211,800	105,200	207,036,500	48,467,200	6,371,500	1,629,969,500	3,411,227	1,633,380,727	4,067,973,887	2.959

Source: Municipal Tax Assessor

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

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

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

b Tax rates are per \$100

Cranford Public School District
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 Unaudited
(rate per \$100 of assessed value)

Calendar Year	Cranford School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	(From J-6) Total Direct School Tax Rate	Township of Cranford	Union County	
2003	\$1.986	\$0.023	\$2.009	\$0.808	\$0.713	\$3.530
2004	\$2.084	\$0.021	\$2.105	\$0.856	\$0.761	\$3.722
2005	\$2.203	\$0.021	\$2.224	\$0.926	\$0.793	\$3.943
2006	\$2.338	\$0.021	\$2.359	\$1.009	\$0.801	\$4.169
2007	\$2.473	\$0.021	\$2.494	\$1.121	\$0.843	\$4.458
2008	\$2.558	\$0.021	\$2.579	\$1.216	\$0.875	\$4.670
2009	\$2.636	\$0.021	\$2.657	\$1.270	\$0.918	\$4.845
2010	\$2.752	\$0.021	\$2.773	\$1.285	\$0.975	\$5.033
2011	\$2.825	\$0.056	\$2.881	\$1.317	\$1.065	\$5.263
2012	\$2.888	\$0.071	\$2.959	\$1.363	\$1.135	\$5.457

Source: Municipal Tax Collector

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
 b Rates for debt service are based on each year's requirements.

Cranford Public School District
Principal Property Taxpayers,
Current Year and Ten Years Ago

Exhibit J-8

Taxpayer	2012			2002		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
20 Commerce Drive Assoc.	\$ 11,302,400	1	0.69%	\$ 18,850,000	1	1.13%
H-Cranford Credit Ltd. Partnership	9,876,200	2	0.60%	13,567,300	3	0.81%
Cranford Development (Atria)	9,747,800	3	0.59%			
Long Island Holding	7,393,100	4	0.45%			
Ashley Business Park LLC	6,994,000	5	0.42%			
Central Cranford Assoc.	5,850,000	6	0.36%			
Excel-Care, Inc.	5,700,000	7	0.35%	9,122,800	4	0.55%
H-Cranford Credit Ltd. Partnership	5,505,200	8	0.33%	8,674,700	6	0.52%
Apple Seven Hospitality Ownership	5,053,600	9	0.31%			
The Moen Organization, Inc.	4,277,900	10	0.26%			
Bell Atlantic - New Jersey Inc.				7,621,175	9	0.46%
11 Commerce Drive Assoc.				8,200,000	8	0.49%
Coachman Hotel, LLC				9,000,000	5	0.54%
Allan Rose				8,242,900	7	0.49%
Bell Atlantic				6,271,200	10	0.38%
Health Care REIT Inc.				15,900,000	2	0.95%
Total	\$ 71,700,200		4.35%	\$ 105,450,075		6.33%

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Source: Municipal Tax Assessor

Cranford Public School District
Property Tax Levies and Collections,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the		Collections in Subsequent Years
		Levy ^a		
		Amount	Percentage of Levy	
2003	\$32,406,561.00	\$32,406,561.00	100.00%	-
2004	\$34,119,276.00	\$34,119,276.00	100.00%	-
2005	\$36,265,359.00	\$36,265,359.00	100.00%	-
2006	\$38,171,843.00	\$38,171,843.00	100.00%	-
2007	\$40,221,478.00	\$40,221,478.00	100.00%	-
2008	\$41,924,700.00	\$41,924,700.00	100.00%	-
2009	\$43,323,880.00	\$43,323,880.00	100.00%	-
2010	\$45,055,985.00	\$45,055,985.00	100.00%	-
2011	\$46,594,829.00	\$46,594,829.00	100.00%	-
2012	\$47,728,327.00	\$47,728,327.00	100.00%	-

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

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

Cranford Public School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	<u>Governmental Activities</u>			Percentage of Personal	
	<u>General Obligation Bonds</u>	<u>Capital Leases</u>	<u>Total District</u>	<u>Income ^a</u>	<u>Per Capita ^a</u>
2003	\$4,172,000.00	\$344,400.25	\$4,516,400.25	0.92%	\$375.97
2004	3,977,000.00	355,543.99	4,332,543.99	0.99%	419.78
2005	3,772,000.00	689,527.13	4,461,527.13	0.99%	436.94
2006	3,557,000.00	676,406.90	4,233,406.90	1.15%	549.74
2007	3,332,000.00	680,385.63	4,012,385.63	1.26%	642.52
2008	3,102,000.00	590,054.83	3,692,054.83	1.42%	734.09
2009	2,852,000.00	743,909.80	3,595,909.80	1.35%	664.47
2010	2,592,000.00	615,654.68	3,207,654.68	1.57%	740.41
2011	14,310,000.00	730,809.84	15,040,809.84	0.35%	163.43
2012	14,025,000.00	585,122.73	14,610,122.73	N/A	N/A

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

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

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

Cranford Public School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2003	\$4,172,000.00		\$4,172,000.00	0.25%	\$103.81
2004	3,977,000.00		3,977,000.00	0.24%	101.99
2005	3,772,000.00		3,772,000.00	0.23%	99.69
2006	3,557,000.00		3,557,000.00	0.21%	104.12
2007	3,332,000.00		3,332,000.00	0.20%	102.67
2008	3,102,000.00		3,102,000.00	0.19%	98.18
2009	2,852,000.00		2,852,000.00	0.17%	83.62
2010	2,592,000.00		2,592,000.00	0.16%	79.04
2011	14,310,000.00		14,310,000.00	0.87%	453.78
2012	14,025,000.00		14,025,000.00	N/A	N/A

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

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

b Population data can be found in Exhibit NJ J-14.

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

Cranford Public School District
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2012
 Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Cranford	\$38,141,597.00	100.00%	\$38,141,597.00
County of Union	537,397,029.54	5.93%	31,858,577.78
Subtotal, overlapping debt			70,000,174.78
Cranford School District Direct Debt			14,025,763.00
Total direct and overlapping debt			<u>\$84,025,937.78</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Union 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 Cranford. 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 governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

Cranford Public School District
 Legal Debt Margin Information,
 Last Ten Fiscal Years
 Unaudited

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2012:

	Equalized valuation basis	
	2011	\$4,077,273,449.00
	2010	4,128,316,000.00
	2009	<u>4,247,650,704.00</u>
	[A]	<u>\$12,453,240,153.00</u>
Average equalized valuation of taxable property	[A/3]	\$4,151,080,051.00
Debt limit (4% of average equalized value)	[B]	166,043,202.04 ^a
Total Debt Applicable to Limit	[C]	<u>14,025,763.00</u>
Legal Debt Margin	[B-C]	<u>\$152,017,439.04</u>

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$94,038,910.84	\$104,658,545.12	\$117,019,501.61	\$130,379,488.61	\$144,742,852.45	\$157,324,238.62	\$166,454,059.97	\$169,778,804.81	\$168,939,538.71	\$166,043,202.04
Total net debt applicable to limit	<u>4,172,000.00</u>	<u>3,977,000.00</u>	<u>3,772,000.00</u>	<u>3,557,000.00</u>	<u>3,332,000.00</u>	<u>3,102,000.00</u>	<u>2,852,000.00</u>	<u>14,580,763.00</u>	<u>14,310,763.00</u>	<u>14,025,763.00</u>
Legal debt margin	<u>\$89,866,910.84</u>	<u>\$100,681,545.12</u>	<u>\$113,247,501.61</u>	<u>\$126,822,488.61</u>	<u>\$141,410,852.45</u>	<u>\$154,222,238.62</u>	<u>\$163,602,059.97</u>	<u>\$155,198,041.81</u>	<u>\$154,628,775.71</u>	<u>\$152,017,439.04</u>
Total net debt applicable to the limit as a percentage of debt limit	4.44%	3.80%	3.22%	2.73%	2.30%	1.97%	1.71%	8.59%	8.47%	8.45%

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

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

Cranford Public School District
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2003	22,461	\$931,053,372	\$41,452	2.70%
2004	22,272	\$952,684,800	\$42,775	2.10%
2005	22,087	\$977,195,141	\$44,243	2.50%
2006	21,927	\$1,066,441,572	\$48,636	2.60%
2007	21,812	\$1,107,002,624	\$50,752	2.40%
2008	21,851	\$1,142,960,257	\$52,307	3.10%
2009	22,059	\$1,074,780,657	\$48,723	5.40%
2010	22,667	\$1,143,504,816	\$50,448	5.50%
2011	22,752	\$1,187,965,647	\$52,214	5.50%
2012	N/A	N/A	N/A	N/A

Source: ^a Population information provided by the US Bureau of the Census, Population Division - Estimates.

^b Personal income has been estimated based upon the municipal population and per capita personal income presented.

^c Per capita personal income represents County of Union provided by NJ Department of Labor and Workforce Development through 2010 and estimated for 2011.
by the US Bureau of Economic Analysis.

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

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

Cranford Public School District
Principal Employers,
Current Year and Ten Years Ago
Unaudited

Employer	2012			2002		
	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment
Union County College	1,000	1	8.05%	750	1	N/A
Cranford Public School District	572	2	4.60%	475	2	N/A
Township of Cranford	350	3	2.82%	325	3	N/A
EII Inc.	250	4	2.01%	275	4	N/A
All-State Legal	250	5	2.01%	N/A	N/A	N/A
Partners Healthcare Inc.	250	6	2.01%	N/A	N/A	N/A
Atria Cranford	150	7	1.21%	N/A	N/A	N/A
Birdsall Services Group	150	8	1.21%	N/A	N/A	N/A
Centennial Avenue Pool	150	9	1.21%	N/A	N/A	N/A
Cranford Health & Extended Care	150	10	1.21%	N/A	N/A	N/A
Damon G. Douglass Co.	150	11	1.21%	N/A	N/A	N/A
Graber-Rogg Inc.	150	12	1.21%	N/A	N/A	N/A
Madan Plastics, Inc.	150	13	1.21%	N/A	N/A	N/A
Paragon Computer Professionals	150	14	1.21%	N/A	N/A	N/A
Registrar & Transfer Co	150	15	1.21%	N/A	N/A	N/A
	<u>4,022</u>		<u>32.38%</u>	<u>1,825</u>		<u>N/A</u>

Number of employees are estimated.

Source: Union County Economic Development Corporation and other sources.

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

Cranford Public School District
 Full-time Equivalent District Employees by Function/Program,
 Last Ten Fiscal Years
 Unaudited

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Instruction										
Regular	208	210	216	227	228	234	237	239	247	252
Special education	117	117	121	125	116	115	119	128	109	113
Other instruction	5	3	3	3	3	4	5	7	9	10
Support Services:										
Student & instruction related services	65	69	76	80	86	94	99	99	77	79
General administration	5	6	6	6	6	6	6	6	5	4
School administrative services	38	38	38	37	37	37	37	37	36	36
Business and other support services	11	10								
Central services			8	8	8	8	8	8	8	8
Administrative Information Technology			1	2	3	3	3	3	2	3
Plant operations and maintenance	65	65	65	65	65	65	65	65	66	66
Pupil transportation	1	1	1	1	1	1	1	1	1	1
Total	<u>515</u>	<u>519</u>	<u>535</u>	<u>554</u>	<u>553</u>	<u>567</u>	<u>580</u>	<u>593</u>	<u>560</u>	<u>572</u>

Source: District Personnel Records

Notes:

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

Cranford Public School District
 Operating Statistics,
 Last Ten Fiscal Years
 Unaudited

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2003	3,422.2	\$39,660,003.01	\$11,589.04	7.35%	277.00	14.7	11.6	9.2	3,422.2	3,276.7	1.58%	95.75%
2004	3,534.3	41,999,351.83	11,883.36	2.54%	279.00	12.4	10.2	8.2	3,534.3	3,384.3	3.28%	95.76%
2005	3,655.1	44,565,783.43	12,192.77	2.60%	280.00	13.3	11.5	9.3	3,655.1	3,496.3	3.42%	95.66%
2006	3,692.5	47,827,662.46	12,952.65	6.23%	288.00	13.7	11.4	10.1	3,692.5	3,539.0	1.02%	95.84%
2007	3,717.0	51,817,950.87	13,940.80	7.63%	291.00	13.6	11.2	10.7	3,717.0	3,574.0	0.66%	96.15%
2008	3,725.7	53,593,329.88	14,384.77	3.18%	294.00	13.5	10.4	9.8	3,725.7	3,570.9	0.23%	95.85%
2009	3,800.8	52,790,597.15	13,889.34	-3.44%	294.00	13.9	10.5	9.8	3,800.8	3,657.1	2.02%	96.22%
2010	3,887.3	55,193,387.21	14,198.39	-1.30%	295.00	13.6	10.2	9.8	3,887.3	3,744.1	4.34%	96.32%
2011	3,919.1	53,449,824.59	13,638.29	-1.81%	319.00	12.8	9.9	9.8	3,919.1	3,769.5	3.11%	96.18%
2012	3,906.4	56,277,733.35	14,406.55	1.47%	322.00	13.1	10.7	9.9	3,906.4	3,778.8	0.49%	96.73%

Sources: District records

Note: Enrollment based on Average Daily Enrollment.

- a Operating expenditures equal total expenditures less debt service and capital outlay (includes "on-behalf" payments by State of New Jersey for T.P.A.F. pension and social security).
- 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).

Cranford Public School District
School Building Information
Last Ten Fiscal Years
Unaudited

<u>District Buildings</u>	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>Elementary</u>										
Bloomington Avenue (1957)										
Square Feet	26,000	26,000	26,000	26,000	26,000	26,000	26,000	26,000	26,000	26,000
Capacity (students)	225	225	225	225	225	225	225	225	225	225
Enrollment	243	254	257	248	247	244	246	232	242	249
Brookside Place School (1953)										
Square Feet	39,080	39,080	39,080	39,080	39,080	39,080	39,080	39,080	39,080	39,080
Capacity (students)	377	377	377	377	377	377	377	377	377	377
Enrollment	392	382	386	375	395	400	412	416	433	427
Livingston Avenue School (1957)										
Square Feet	29,915	29,915	29,915	29,915	29,915	29,915	29,915	29,915	29,915	29,915
Capacity (students)	274	274	274	274	274	274	274	274	274	274
Enrollment	222	225	228	227	214	224	224	242	229	262
Walnut Avenue School (1954)										
Square Feet	30,980	36,595	36,595	36,595	36,595	36,595	36,595	36,595	36,595	36,595
Capacity (students)	257	304	304	304	304	304	304	304	304	304
Enrollment	221	275	285	268	306	285	307	312	320	312
<u>Middle Schools</u>										
Hillside Avenue School (1960)										
Square Feet	99,070	99,070	99,070	99,070	99,070	99,070	99,070	99,070	99,070	99,070
Capacity (students)	863	863	863	863	863	863	863	863	863	863
Enrollment	627	630	650	643	647	647	663	699	726	701
Orange Avenue School (1963)										
Square Feet	99,070	99,070	99,070	99,070	99,070	99,070	99,070	99,070	99,070	99,070
Capacity (students)	859	859	859	859	859	859	859	859	859	859
Enrollment	691	683	694	735	739	750	764	783	776	739
<u>High School</u>										
Cranford Senior High School (1937)										
Square Feet	247,000	247,000	247,000	247,000	247,000	247,000	247,000	247,000	247,000	247,000
Capacity (students)	1,751	1,751	1,751	1,751	1,751	1,751	1,751	1,751	1,751	1,751
Enrollment	951	1,006	1,062	1,097	1,104	1,088	1,099	1,121	1,109	1,133
<u>Other</u>										
Lincoln School (1913)										
Square Feet	59,185	59,185	59,185	59,185	59,185	59,185	59,185	59,185	59,185	59,185
Capacity (students)	120	120	120	120	120	120	120	120	120	120
Enrollment	83	87	102	111	93	92	92	93	93	88
<u>Number of Schools at June 30, 2012:</u>										
Elementary = 4										
Middle School = 2										
Senior High School = 1										
Other = 1										

Source: District records

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

Cranford Public School District
 Schedule of Required Maintenance
 Last Ten Fiscal Years
 Unaudited

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

*School Facilities Project # (s)	Cranford Senior High School	Hillside Avenue School	Orange Avenue School	Bloomington Avenue School	Brookside Place School	Lincoln School	Livingston Avenue School	Walnut Avenue School	Total
2003	\$ 164,506	\$ 50,000	\$ 88,011	\$ 37,621	\$ 50,634	\$ 68,922	\$ 23,447	\$ 25,843	\$ 508,984
2004	141,602	59,562	53,850	22,984	63,467	78,123	33,035	28,522	481,145
2005	166,519	52,368	81,033	22,074	35,974	53,214	25,418	39,765	476,365
2006	325,716	74,541	120,523	26,511	34,750	179,279	38,564	25,780	825,664
2007	350,566	137,504	96,513	26,289	22,111	95,659	776,847	27,125	1,532,614
2008	299,358	88,989	115,924	19,723	18,700	40,406	136,449	29,220	748,769
2009	237,733	94,899	59,230	33,335	31,909	30,258	37,357	42,215	566,936
2010	231,068	89,676	77,608	50,290	42,386	48,955	49,073	48,678	637,734
2011	127,026	65,003	66,477	21,652	20,073	33,531	13,773	19,880	367,415
2012	226,997	58,009	54,382	17,601	17,703	93,642	21,916	21,703	511,953
Total School Facilities	\$ 2,271,091	\$ 770,551	\$ 813,551	\$ 278,080	\$ 337,707	\$ 721,989	\$ 1,155,879	\$ 308,731	\$ 6,657,579

* 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

Cranford Public School District
 Insurance Schedule
 June 30, 2012
 Unaudited

	<u>Coverage</u>	<u>Deductible</u>
Blanket Building & Contents including		
Personal Property of Others	\$96,338,136.00	\$1,000.00
Program Blanket Limit	250,000,000.00	
Excess Liability Policy CAP	50,000,000.00	
Food Spoilage (within Blanket Limit)		
Electronic Data Processing (within Blanket Limit)		
Automobile and General Liability Each Occurrence*	10,000,000.00	
Employee Benefits Liability*	10,000,000.00	1,000.00
Automobile Liability*	10,000,000.00	
Uninsured Motorist Liability	15,000.00/30,000.00/5,000.00	
Boiler and Machinery (within Blanket Limit)		
Crime:		
Blanket Employee Dishonesty - Per Loss	500,000.00	1,000.00
Employee Dishonesty	50,000.00	1,000.00
Forgery and Alteration	50,000.00	1,000.00
Theft, Disappearance & Destruction	50,000.00	1,000.00
Workers Compensation:		
Limit per Accident	5,000,000.00	
Disease per Policy Limit	5,000,000.00	
Disease Each Employee Limit	5,000,000.00	
School Professional Legal Liability*	10,000,000.00	10,000.00
Public Officials Bond:		
Treasurer of School Monies/ Business Administrator/Board Secretary	300,000.00	

* \$5,000,000.00 primary insurance plus \$5,000,000.00 excess coverage.

Source: District Records

Single Audit Section

SECTION - K

HODULIK & MORRISON, P.A.
 CERTIFIED PUBLIC ACCOUNTANTS
 REGISTERED MUNICIPAL ACCOUNTANTS
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MEMBERS OF:
 AMERICAN INSTITUTE OF CPA'S
 NEW JERSEY SOCIETY OF CPA'S
 REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

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

Honorable President and Members
 of the Board of Education
 Township of Cranford School District
 County of Union, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Cranford School District, in the County of Union, New Jersey, as of and for the fiscal year ended June 30, 2012, which collectively comprise the Cranford Board of Education's basic financial statements and have issued our report thereon dated November 30, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in 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.

Compliance and Other Matters

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

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



HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants

Highland Park, New Jersey
November 30, 2012

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INDEPENDENT AUDITOR'S 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
 Township of Cranford School District
 County of Union, New Jersey

Compliance

We have audited of the Board of Education of the Cranford School District, in the County of Union, 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 Compliance Manual "State Grant Compliance Supplement"* that could have a direct and material effect on each of the Cranford Board of Education's major federal and state programs for the year ended June 30, 2012. The Cranford Board of Education's major federal and state programs are identified in the "Summary of auditor's results section" of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Cranford Board of Education's management. Our responsibility is to express an opinion on the Cranford Board of Education's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; audit requirements as prescribed by the Office of School Financial, Department of Education, State of New Jersey; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Cranford Board of Education'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 Cranford Board of Education's compliance with those requirements.

In our opinion, the Board of Education of the Cranford School District, in the County of Union, State of New Jersey, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2012.

Internal Control Over Compliance

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

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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control over compliance 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 solely for the information and use of the Cranford Board of Education, management, the New Jersey State Department of Education and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants

Highland Park, New Jersey
November 30, 2012

CRANFORD PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL C.F.D.A NO.	GRANT PERIOD	AWARD AMOUNT	BALANCE AT JUNE 30, 2011	ADJUST - MENTS	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAY. PR. YRS. BALANCES	BALANCE AT JUNE 30, 2012			
									ACCOUNTS RECEIVABLE	DEFERRED REVENUE	DUE TO GRANTOR	
U.S. Department of Education:												
Passed-through State Department of Education:												
General Fund:												
Education Jobs Fund-ARRA	84.410A	8/10/10-9/30/12	\$ 114,366.00	\$	\$	\$ 114,366.00	\$ (114,366.00)	\$	\$	\$	\$	\$
Medical Assistance Program (SEMI)	93.778	7/1/10-6/30/11	9,762.05	(3,783.78)		4,630.87	(847.09)					
Total General Fund				(3,783.78)		118,996.87	(115,213.09)					
U.S. Department of Education:												
Passed-through State Department of Education:												
Special Revenue Fund:												
Special Education Cluster (IDEA)												
ARRA - I.D.E.A. Part B, Basic	84.391	7/1/09-9/30/11	832,473.00	(84,284.26)		86,540.00	(2,255.74)					
ARRA - I.D.E.A. Part B, Preschool	84.392	7/1/09-9/30/11	30,120.00			13,177.00	(13,177.00)					
I.D.E.A. Part B, Basic Regular	84.027	9/1/11-8/31/12			0.54	680,845.00	(822,632.09)		(141,786.55)			
I.D.E.A. Part B, Basic Regular	84.027	9/1/10-8/31/11	821,088.00	(162,347.51)	(0.54)	233,683.00	(71,334.95)					
I.D.E.A. Part B, Preschool	84.173	9/1/11-8/31/12			(0.25)	26,825.00	(29,433.26)		(2,608.51)			
I.D.E.A. Part B, Preschool	84.173	9/1/10-8/31/11	29,227.00	(0.25)	0.25	4,250.00	(4,250.00)					
Total Special Education Cluster (IDEA)				(246,632.02)		1,045,320.00	(943,083.04)		(144,395.06)			
Title I, Part A Cluster												
NCLB - Title I, Part A	84.010	9/1/11-8/31/12			108.45	59,025.00	(76,864.45)		(17,731.00)			
NCLB - Title I, Part A	84.010	9/1/10-8/31/11	72,961.00	(18,383.55)	(108.45)	23,367.00	(4,875.00)					
Total Title I, Part A Cluster				(18,383.55)		82,392.00	(81,739.45)		(17,731.00)			
NCLB - Title II, Part A	84.367A	9/1/11-8/31/12			0.03	50,497.00	(72,421.96)		(21,924.93)			
NCLB - Title II, Part A	84.367A	9/1/10-8/31/11	81,870.00	(27,490.17)	(0.03)	32,248.00	(4,757.80)					
NCLB - Title II, Part D	84.318X	9/1/10-8/31/11	151.00			61.00	(61.00)					
NCLB - Title III, Immigrant	84.264	9/1/11-8/31/12				1,652.00	(3,448.74)		(1,796.74)			
NCLB - Title IV	84.186A	9/1/11-8/31/12			0.75	113.00	(113.75)					
NCLB - Title IV	84.186A	9/1/09-8/31/10	6,546.00	0.75	(0.75)							
Learn & Serve America School Based	94.004	9/1/10-8/31/11	66,000.00	(14,631.11)		33,000.00	(18,368.89)					
Learn & Serve America	94.004	9/1/02-8/31/03	25,000.00	(1,245.00)					(1,245.00)			
U.S. Department of Health and Human Services:												
Passed-through N.J. Council on Developmental Disabilities:												
Developmental Disabilities Basic Support and Advocacy Grant												
	93.630	7/1/10-6/30/12	1,000.00	521.00			(270.00)			251.00		
Total Special Revenue Fund				(307,860.10)		1,245,283.00	(1,124,264.63)		(187,092.73)	251.00		
Subtotal Department of Education Pass-through				(311,643.88)		1,364,279.87	(1,239,477.72)		(187,092.73)	251.00		

CRANFORD PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL C.F.D.A NO.	GRANT PERIOD	AWARD AMOUNT	BALANCE AT JUNE 30, 2011	ADJUST - MENTS	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAY. PR. YRS. BALANCES	BALANCE AT JUNE 30, 2012			
									ACCOUNTS RECEIVABLE	DEFERRED REVENUE	DUE TO GRANTOR	
U.S. Department of Agriculture:												
Passed-through State Department of Education:												
Enterprise Fund:												
Child Nutrition Cluster												
U.S.D.A. Commodities Program	10.550	7/1/11-6/30/12	24,018.82			24,018.82	(24,018.82)					
U.S.D.A. Commodities Program	10.550	7/1/10-6/30/11	39,576.13	948.27			(948.27)					
National School Lunch Program	10.555	7/1/11-6/30/12	81,857.77			66,036.29	(81,857.77)		(15,821.48)			
National School Lunch Program	10.555	7/1/10-6/30/11	90,689.66	(25,765.36)		25,765.36						
Total Child Nutrition Cluster				(24,817.09)		115,820.47	(106,824.86)		(15,821.48)			
Total Enterprise Fund				(24,817.09)		115,820.47	(106,824.86)		(15,821.48)			
Total Department of Agriculture Pass-through State Department of Education				(24,817.09)		115,820.47	(106,824.86)		(15,821.48)			
Total Federal Financial Assistance				\$ (336,460.97)	\$	\$ 1,480,100.34	\$ (1,346,302.58)	\$	\$ (202,914.21)	\$	251.00	\$

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.
N/A - Not available/applicable.

CRANFORD PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NO.	GRANT PERIOD	AWARD AMOUNT	BALANCE AT JUNE 30, 2011		CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS/ REPAY. PR. YRS. BALANCES	BALANCE AT JUNE 30, 2012		MEMO	
				DEFERRED REVENUE/ (ACCOUNTS RECEIVABLE)	DUE TO GRANTOR				DEFERRED REVENUE/ (ACCOUNTS RECEIVABLE)	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:												
General Fund:												
Special Education Categorical Aid	11-495-034-5120-089	7/1/10-6/30/11	\$ 1,790,782.00	\$	\$	\$ 1,790,782.00	\$ (1,271,309.00)	\$	\$ 519,473.00	\$	\$ (169,573.00)	\$ (1,271,309.00)
Extraordinary Aid	11-495-034-5120-473	7/1/11-6/30/12	586,387.00			586,387.00	(586,387.00)				(586,387.00)	(586,387.00)
Nonpublic Transportation Cost Reimb.	11-495-034-5120-014	7/1/11-6/30/12	19,154.00				(19,154.00)					(19,154.00)
Nonpublic Transportation Cost Reimb.	11-495-034-5120-014	7/1/10-6/30/11	18,090.00	(18,090.00)		18,090.00			(19,154.00)			
Anti-Bullying Bill of Rights Act	12-100-034-5064-201	7/1/11-6/30/12	2,354.00			2,354.00	(2,354.00)					(2,354.00)
On Behalf TPAF Pension Contributions	11-495-034-5095-006	7/1/11-6/30/12	2,501,656.00			2,501,656.00	(2,501,656.00)					(2,501,656.00)
Reimb. T.P.A.F. Social Security Contrib.	11-495-034-5095-002	7/1/11-6/30/12	1,945,392.33			1,945,392.33	(1,945,392.33)					(1,945,392.33)
Total General Fund				(18,090.00)		6,844,661.33	(6,326,252.33)		500,319.00		(755,960.00)	(6,326,252.33)
Special Revenue Fund:												
N.J. Nonpublic Aid:												
Textbook Aid	11-100-034-5120-064	7/1/11-6/30/12	16,962.00			16,962.00	(15,435.55)			1,526.45		(15,435.55)
Textbook Aid	11-100-034-5120-064	7/1/10-6/30/11	18,757.00		1,788.79			(1,788.79)				
Auxiliary Services:												
Compensatory Education	11-100-034-5120-067	7/1/11-6/30/12	46,493.00			46,493.00	(43,957.00)			2,536.00		(43,957.00)
English as a Second Language	11-100-034-5120-067	7/1/11-6/30/12	862.00			862.00	(862.00)					(862.00)
Home Instruction	11-100-034-5120-067	7/1/10-6/30/11	110.36	(110.36)		110.00		0.36				
Transportation	11-100-034-5120-067	7/1/11-6/30/12	5,373.00			5,373.00	(5,373.00)					(5,373.00)
Handicapped Services:												
Supplemental Instruction	11-100-034-5120-066	7/1/11-6/30/12	9,120.00			9,120.00	(8,418.00)			702.00		(8,418.00)
Examination & Classification	11-100-034-5120-066	7/1/11-6/30/12	22,698.00			22,698.00	(22,053.00)			645.00		(22,053.00)
Examination & Classification	11-100-034-5120-066	7/1/10-6/30/11	17,856.00		640.00			(640.00)				
Corrective Speech	11-100-034-5120-066	7/1/11-6/30/12	22,906.00			22,906.00	(20,916.00)			1,990.00		(20,916.00)
Corrective Speech	11-100-034-5120-066	7/1/10-6/30/11	22,140.00		657.00			(657.00)				
Nursing Services	11-100-034-5120-070	7/1/11-6/30/12	24,227.00			24,227.00	(24,227.00)					(24,227.00)
Nursing Services	11-100-034-5120-070	7/1/10-6/30/11	22,225.00		1,823.19			(1,823.19)				
Total Special Revenue Fund				(110.36)	4,908.98	148,751.00	(141,241.55)	(4,908.62)		7,399.45		(141,241.55)
Capital Projects Fund:												
Additional State School Building Aid:												
SDA Grants - 2002	Various	Indefinite	2,099,527.00	(482,457.42)								
SDA Grants - 2009	Various	Indefinite	7,992,506.00	(3,106,465.74)			(1,896,359.94)		(5,002,825.68)			(1,896,359.94)
Total Capital Projects Fund				(3,588,923.16)			(1,896,359.94)		(5,485,283.10)			(1,896,359.94)
State Department of Agriculture:												
Enterprise Fund:												
National School Lunch Prog. (State Share)	11-100-010-3350-023	7/1/11-6/30/12	6,756.42			6,341.93	(6,756.42)			(414.49)		(6,756.42)
National School Lunch Prog. (State Share)	10-100-010-3350-023	7/1/10-6/30/11	7,207.56	(2,082.93)		2,312.87				229.94		
Total Enterprise Fund				(2,082.93)		8,654.80	(6,756.42)		(414.49)	229.94		(6,756.42)
Total State Financial Assistance			\$ (3,609,206.45)	\$ 4,908.98	\$ 7,002,067.13	\$ (8,370,610.24)	\$ (4,908.62)	\$ (4,985,378.59)	\$ 7,629.39	\$ (755,960.00)	\$ (8,370,610.24)	

Note: See Accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.
N/A - Not available/applicable.

CRANFORD SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS
AND 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, Cranford 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 bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$249,489 for the general fund and \$0.00 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 on the following page:

CRANFORD SCHOOL DISTRICT
 NOTES TO THE SCHEDULES OF AWARDS
 AND FINANCIAL ASSISTANCE
JUNE 30, 2012

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D.):

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$115,213.09	\$ 6,810,403.33	\$ 6,925,616.42
Special Revenue Fund	1,124,264.63	141,241.55	1,265,506.18
Capital Projects Fund		1,896,359.94	1,896,359.94
Food Service Fund	<u>106,824.86</u>	<u>6,756.42</u>	<u>113,581.28</u>
Total Awards & Financial Assistance	<u>\$ 1,346,302.58</u>	<u>\$ 8,854,761.24</u>	<u>\$ 10,201,063.82</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

CRANFORD SCHOOL DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

K-6

Section 1 - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal Control over financial reporting:

1) Material weakness(es) identified? _____ Yes X No

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X No

Noncompliance material to basic financial statements noted? _____ Yes X No

Federal Awards

Internal Control over major programs:

1) Material weakness(es) identified? _____ Yes X No

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X No

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>Special Education Cluster</u>
<u>84.173</u>	<u>IDEA-Part B Basic Regular</u>
<u>84.391</u>	<u>IDEA-Part B Basic Preschool</u>
<u>84.392</u>	<u>ARRA - IDEA-Part B Basic Regular</u>
<u>84.410A</u>	<u>ARRA - IDEA-Part B Basic Regular</u>
	<u>Education Jobs Fund</u>

Dollar threshold used to distinguish between Type A and B programs: \$300,000.00

Auditee qualified as low-risk auditee? X Yes _____ No

CRANFORD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

K-6

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

State Awards

Dollar threshold used to distinguish between Type A and B programs: \$300,000.00

Auditee qualified as low-risk auditee? X Yes No

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

Internal Control over major programs:

1) Material weakness(es) identified? Yes X No

2) Significant deficiencies identified that are not considered to be material weaknesses? Yes X No

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 04-04? Yes X No

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
<u>11-100-034-5120-473</u>	<u>Extraordinary Special Education Aid</u>
<u>11-495-034-5120-089</u>	<u>State Aid - Public Special Education Categorical Aid</u>
<u>11-495-034-5095-002</u>	<u>TPAF Social Security Reimbursement</u>
<u> </u>	<u> </u>

Section II - Financial Statement Findings

NONE

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

NONE

CRANFORD SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

NONE