

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
OF  
GREENWICH TOWNSHIP SCHOOL DISTRICT  
GREENWICH, NEW JERSEY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**Prepared by  
Greenwich Township Board of Education  
Finance Department**

**GREENWICH TOWNSHIP SCHOOL DISTRICT  
OUTLINE OF CAFR**

<b>INTRODUCTORY SECTION</b>	<b><u>Page</u></b>
Letter of Transmittal	
Organizational Chart	
Roster of Officials	
Consultants and Advisors	
<b>FINANCIAL SECTION</b>	
Independent Auditor’s Report	1-2
Required Supplementary Information – Part I	
Management’s Discussion and Analysis	
<b>BASIC FINANCIAL STATEMENTS</b>	
A. District-wide Financial Statements:	
A-1 Statement of Net Assets	3
A-2 Statement of Activities	4
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	5
B-2 Statement of Revenues, Expenditures and Changes in Fund Balance	6
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balances of Governmental Funds to the Statement of Activities	7
Proprietary Funds:	
B-4 Statement of Net Assets	8
B-5 Statement of Revenues, Expenses and Changes in Fund Net Assets	9
B-6 Statement of Cash Flows	10
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Assets	11
B-8 Statement of Changes in Fiduciary Net Assets	12
Notes to Financial Statements	13-30
Required Supplementary Information – Part II	
C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule – General Fund	31-38
C-2 Budgetary Comparison Schedule – Special Revenue Fund	39
C-3 Notes to Required Supplementary Information-Budget to GAAP Reconciliation	40

**GREENWICH TOWNSHIP SCHOOL DISTRICT  
OUTLINE OF CAFR  
(Continued)**

		<u>Page</u>
D.	School Level Schedules:	
	D-1 Combining Balance Sheet	N/A
	D-2 Blended Resource Fund – Schedule of Expenditures Allocated By Resource Type – Actual	N/A
	D-3 Blended Resource Fund – Schedule of Blended Expenditures – Budget and Actual	N/A
E.	Special Revenue Fund:	
	E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	41-42
	E-2 Schedule of Pre-School Education Aid – Budgetary Basis	43
F.	Capital Projects Fund:	
	F-1 Summary Schedule of Revenues, Expenditures, and Changes In Fund Balance-Budgetary Basis	44
	F-1a Schedule of Project Revenues, Expenditures, Project Balance and Project Status-Budgetary Basis Boiler Project	45
	F-2 Summary Schedule of Project Expenditures	46
G.	Proprietary Funds:	
	Enterprise Funds:	
	G-1 Combining Statement of Net Assets	47
	G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	48
	G-3 Combining Statement of Cash Flows	49
	Internal Service Fund:	
	G-4 Combining Statement of Net Assets	N/A
	G-5 Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	N/A
	G-6 Combining Statement of Cash Flows	N/A
H.	Fiduciary Fund:	
	H-1 Combining Statement of Fiduciary Net Assets	50
	H-2 Combining Statement of Changes in Fiduciary Net Assets	51
	H-3 Student Activity Agency Fund Schedule of Receipts and Disbursements	52
	H-4 Payroll Agency Fund Schedule of Receipts and Disbursements	53
I.	Long-Term Debt:	
	I-1 Schedule of Serial Bonds	N/A
	I-2 Schedule of Obligations Under Capital Leases	N/A
	I-3 Debt Service Fund Budgetary Comparison Schedule	N/A

**GREENWICH TOWNSHIP SCHOOL DISTRICT  
OUTLINE OF CAFR  
(Continued)**

		<u>Page</u>
<b>J.</b>	<b>STATISTICAL SECTION (Unaudited)</b>	
	Financial Trends:	
J-1	Net Assets by Component	54
J-2	Changes in Net Assets	55-56
J-3	Fund Balances – Governmental Funds	57
J-4	Changes in Fund Balances – Governmental Funds	58-59
J-5	General Fund Other Local Revenue by Source	60
	Revenue Capacity:	
J-6	Assessed Value and Estimated Actual Value of Taxable Property	61
J-7	Direct and Overlapping Property Tax Rates	62
J-8	Principal Property Taxpayers*	63
J-9	Property Tax Levies and Collections	64
	Debt Capacity:	
J-10	Ratios of Outstanding Debt by Type	65
J-11	Ratios of Net General Bonded Debt Outstanding	66
J-12	Direct and Overlapping Governmental Activities Debt	67
J-13	Legal Debt Margin Information	68
	Demographic and Economic Information:	
J-14	Demographic and Economic Statistics	69
J-15	Principal Employers	70
	Operating Information:	
J-16	Full-Time Equivalent District Employees by Function/Program	71
J-17	Operating Statistics	72
J-18	School Building Information	73
J-19	Schedule of Required Maintenance	74
J-20	Insurance Schedule	75
<b>K.</b>	<b>SINGLE AUDIT SECTION</b>	
K-1	Report on Internal Control over Financial Reporting and on Compliance And Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	76-77
K-2	Report on Compliance with Requirements Applicable To Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and New Jersey OMB Circular Letter 04-04	78-79
K-3	Schedule of Expenditures of Federal Awards, Schedule A	80
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	81-82
K-5	Notes to the Schedules of Expenditures of Awards and Financial Assistance	83-84
K-6	Schedule of Findings and Questioned Costs	85-86
K-7	Summary Schedule of Prior Audit Findings	87

## **INTRODUCTORY SECTION**

# Greenwich-Stow Creek Partnership Schools

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Morris Goodwin School  
839 Ye Greate Street  
Greenwich, NJ 08323  
Phone: 856-451-5513  
Fax: 856-451-4476



John Klug  
Superintendent

John Ogbin  
Supervisor of Curriculum and Instruction



Stow Creek School  
11 Gum Tree Corner Road  
Bridgeton, NJ 08302  
Phone: 856-455-1717  
Fax: 856-455-0833

August 20, 2012

Honorable President & Members of the Greenwich Board of Education  
Greenwich School District  
Greenwich, New Jersey 08323

Dear Board Members:

The comprehensive annual financial report of the Greenwich Township School District for the fiscal year ended June 30, 2012, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Greenwich Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Revisions of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the State Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

**1) REPORTING ENTITY AND ITS SERVICES:** Greenwich School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Greenwich Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 8. These include regular, as well as special education for handicapped youngsters. The district completed the 2010-2011 fiscal year with an enrollment of 76 students. The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal</u> <u>Year</u>	<u>Average Daily Enrollment</u> <u>Student</u> <u>Enrollment</u>	<u>Percent</u> <u>Change</u>
2010-11	76	10.14%
2009-10	69	(14.8)%
2008-09	81	0.74%
2007-08	81	2.54%
2006-07	78	8.49%
2005-06	86	1.38%
2004-05	88	7.04%
2003-04	92	4.58%
2002-03	98	14.44%
2001-02	89	31.36%
2000-01	95	0.15%

**2) ECONOMIC CONDITION AND OUTLOOK:** The Greenwich area is experiencing a period of no development or expansion. The township consists primarily of residential and agricultural property. Lack of ratables impacts negatively on the tax rate for residents.

**3) MAJOR INITIATIVES:** Greenwich Township School District has continued to use the new economies of scale generated by its alliance with Stow Creek Township in the Greenwich-Stow Creek Partnership Schools to enhance the quality of instruction and the educational opportunities available to the children of both districts.

Greenwich Township is continuing its major technology initiatives this year. Teachers are being given extensive professional development in the use of Smart Boards. To ensure their effective use and to do so in a cost effective, efficient manner the district is collaborating with the Educational Technology Training Center at Richard Stockton College. They are providing a technology infusion specialist to train our current technology teacher to work with our staff as an in-house technology infusion specialist. We have also opened this intensive hands-on training-the trainer to neighboring school districts to reduce the cost.

Greenwich is also expanding the integrated, global computerized information system installed last year. In addition to a complete Student Information System, Discipline system online, and Teacher lesson plans online, this year we are using teacher web-sites, a student statistics tool that will allow our teachers to drill down on the specific skills that our students need to improve their understanding of the subject area and a curriculum building tool to expedite our transition with the rest of New Jersey to the Common Core.

Changing our curriculum to the Common Core for Math and Language Arts is on schedule with the state-determined timelines. We have upgraded to Go-Math in K-5 this year and will complete the transition in 6-8 next year.

We are participating in the RTTT-3 Grant program and are coordinating the transition to the newly-mandated staff evaluation procedures with the six neighboring districts which make up the constituency of the local regional high school. This is allowing us to reap considerable economies of scale in the required staff training.

In conclusion, the School District has committed itself to educational excellence and continued parsimony. Greenwich is taking the steps necessary to keep up with today's changing economic and regulatory conditions and still provide a world-class education for the children of Greenwich Township.

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

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2012.

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

**7) FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the general fund and the special revenue fund for the fiscal year ended June 30, 2012 and the amount and percentage of increases in relation to prior year revenues.

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/(Decrease) from June 30, 2011</u>	<u>Percent of Increase/(Decrease)</u>
Local Sources	\$ 797,857.	58.09%	\$ (33,600)	(4.04)%
State Sources	512,578.	37.32%	30,359	6.30%
Federal Sources	<u>62,994.</u>	<u>4.59%</u>	<u>2,866</u>	<u>4.77%</u>
Total	\$ 1,373,429.	100.00%	\$ ( 375)	(.03)%

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

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/(Decrease) from June 30, 2011</u>	<u>Percent of Increase/(Decrease)</u>
Current Expense:				
Instruction	\$513,501.	39.21%	\$ ( 16,644.)	( 3.14)%
Undistributed Expend	780,846.	59.62%	37,513.	5.05%
Capital Outlay	<u>15,259.</u>	<u>1.17</u>	<u>15,148.</u>	<u>136.47%</u>
Totals	\$ 1,309,606	100.00%	\$ 36,017	2.83%

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

**9) RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

**10) OTHER INFORMATION:**

**Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Triantos & Delp, CPA's, LLC was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act Revisions of 1996 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,



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John Klug  
Superintendent



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Gary R. Moore  
Business Administrator

# GREENWICH BOARD OF EDUCATION

Morris Goodwin School  
Greenwich, New Jersey 08323

## ROSTER OF OFFICIALS JUNE 30, 2012

### Members of the Board of Education

Michael Jenkins	President	2013
Dean Rook	Vice President	2013
Stephen Barndt		2014
Karen Gifford		2014
Sharon Kiefer		2012
William Parker II		2013
Michael Thompson		2014
Rae Mary Thibodeau		2012
Mark Werley		2012

### Other Officials

John Klug	Superintendent
Gary Moore	Business Administrator
Mary Jane Lake	Treasurer
Jane Capasso	Solicitor

# **GREENWICH BOARD OF EDUCATION**

**Morris Goodwin School**

**CONSULTANT & ADVISORS**

**June 30, 2012**

## **Audit Firm**

**Triantos & Delp, CPA's, LLC  
645 South Main Road  
Vineland, New Jersey 08360**

## **Attorney**

**Jane Capasso  
110 North Sixth Street  
Vineland, New Jersey 08360**

## **Official Depository**

**TD Banknorth  
Laurel Street  
Bridgeton, New Jersey 08302**

**Colonial Bank  
P.O. Box 776  
85 W. Broad Street  
Bridgeton, New Jersey 08302**

## **Official Newspaper**

**The News of Cumberland County  
100 East Commerce Street  
Bridgeton, New Jersey 08302**

## **FINANCIAL SECTION**



## Triantos & Delp

CERTIFIED PUBLIC ACCOUNTANTS, LLC

*Thinking ahead to  
achieve success.*

### INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the Board of Education of the Greenwich Township School District in the County of Cumberland, 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 Greenwich Township 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; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance and Regulatory Compliance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

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

The Management Discussion and Analysis and Budgetary Comparison Information on pages 31 through 40 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

#### MEMBERS:

- American Institute of Certified Public Accountants
- New Jersey Society of Certified Public Accountants

Wayne H. Triantos, CPA  
Samuel A. Delp, Jr., CPA

INDEPENDENT AUDITOR'S REPORT  
(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Greenwich Township Board of Education's basic financial statements. The accompanying introductory section, and other supplementary information, such as the combining and individual fund financial statements, long-term debt schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures in the audit of the basic financial statements and, accordingly, we express no opinion on them.

The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,



Samuel A. Delp, Jr.  
Public School Accountant, #745  
Triantos & Delp  
Certified Public Accountants, LLC

August 20, 2012

**REQUIRED SUPPLEMENTARY INFORMATION—PART I**

# Greenwich-Stow Creek Partnership Schools

Morris Goodwin School  
839 Ye Greate Street  
Greenwich, NJ 08323  
Phone: 856-451-5513  
Fax: 856-451-4476



John Klug  
Superintendent

John Ogbin  
Supervisor of Curriculum and Instruction



Stow Creek School  
11 Gum Tree Corner Road  
Bridgeton, NJ 08302  
Phone: 856-455-1717  
Fax: 856-455-0833

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Greenwich Township Board of Education's (GTBOE) annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2012. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

### 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 like 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 of the district operates *like businesses*.
- *Fiduciary funds* statements provide information about the financial relationships in which the District acts solely as a *trustee or agent* for the benefit of others.

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.

## Major Features of District-Wide and Fund Financial Statements

		<u>Fund Financial Statements</u>		
<b>District-Wide Statements</b>		<u>Governmental Funds</u>	<u>Proprietary Funds</u>	<u>Fiduciary Funds</u>
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
<u>Required financial statements</u>	-Statement of net assets -Statement of activities	-Balance sheet -Statement of revenues, expenditures, and changes in fund balances	-Statement of net assets -Statement of revenues, expenses, and changes in fund net assets -Statement of cash flows	-Statement of fiduciary net assets -Statement of changes in fiduciary net assets
<u>Accounting basis and measurement focus</u>	Accrual accounting and economic resources focus	Modified Accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
<u>Type of asset/liability information</u>	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 assets, although they can
<u>Type of inflow/outflow information</u>	All revenues and expenses during the 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 during the year, regardless when cash is received or paid

Figure A-1 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the type of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

### 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 - are 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 overall health of the District, you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school building and other facilities.

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 cost for certain services it provides. The District's food services program is 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 (like completing approved capital projects) or to show that it is properly using certain revenues (like federal grants).

The District has four kinds of funds:

- *Governmental Fund* - 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, we provide additional information with the governmental funds statements that explains the relationship (or differences between them.

- *Proprietary funds* - Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. In fact, 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 flow.
- *Internal service funds* (the other kind of proprietary fund) are utilized to report activities that provide supplies and services for the District's other programs and activities and for other Districts (student transportation).
- *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. We exclude these activities from the district-wide financial statements because the District cannot use these assets to finance its operations.

## **FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE**

Net assets(in thousands). The District's *combined* net assets are \$394. on June 30, 2012 (see Table A-1). Approximately 3% of the total net assets are from business-type activities. The balance of the total net assets, which is approximately 97%, are attributed to governmental activities.

See Attached Table A-1

Changes in net assets (in thousands). The District's total revenues are \$1,411 for the fiscal period ending June 30, 2012 (see Table A-2). Property taxes and state formula aid accounted for 90% of the District's revenue. 8% is derived from state and federal aid for specific programs, and the remainder, 2% from fees charged for services and miscellaneous resources.

See Attached Table A-2

The District's expenses are predominantly related to educating and caring for students (56%). The purely administrative activities of the District accounted for 6% of total costs. Salary increases due to contractual agreements for teachers and other educational staff are included in the instruction-related costs. Total revenue surpassed expenses, increasing net assets approximately \$54 from last year, primarily in governmental activities.

### **Governmental Activities (in thousands)**

Revenues for the District's governmental activities amounted to \$1,351. Total expenses amounted to \$1,302. The increase in net assets in governmental activities was \$49 for 2012.

### **Business-type Activities (in thousands)**

Revenues of the District's business-type activities amounted to \$60 and expenses were \$55. Factors contributing to these results included:

- Food services received transfer from governmental activities of \$22.

## **FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

The financial performance of the District as a whole is primarily reflected in its governmental funds. As the district completed the year, its governmental funds reported *combined* balances of \$363. Tuition and other miscellaneous revenues were more than anticipated. The District also controlled expenditures .

### **General Fund Budgetary Highlights**

Over the course of the year, the District revised the annual operating budget several times. These budget amendments were for the following purpose:

- Transfers between budgetary line accounts to prevent overruns.

The District's final budget anticipated utilizing \$58 in fund balance and \$30 of prior year encumbrances to fund the appropriation plan for this fiscal period. The actual results of operations increased the general fund balance \$48.

Actual expenditures for capital outlay amounted to \$0 in the Operating Fund and \$15 in the Capital Project Fund.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

By the end of 2012, the District had invested 5.5 million in a broad range of capital assets, including school buildings, athletic facilities, computer and audiovisual equipment, and administrative offices. (see Table A-3) (more detailed information about capital assets can be found in Note 5 to the financial statements.) Total depreciation expense for the year was \$5 while building improvements and additions to equipment and furniture amounted to \$15.

See Attached Table A-3

### **Long-term Debt**

At year-end, the District had outstanding bonds in the amount of \$0 and capital lease principal of \$0. (More detailed information about long-term debt can be found in Note 7 to the financial statements.)

The state limits the amount of general obligation debt the District can issue to 3 percent of the equalized valuation of all taxable property within the District. The current limit is \$2,250,078 of which \$2,250,078 is available for the issuance of debt.

## **FACTORS BEARING ON THE DISTRICT'S FUTURE**

The Greenwich-Stow Creek Partnership between Greenwich Township and Stow Creek is entering its fourth year. As the Partnership matures and continues to develop in new productive modes, Greenwich Township School District foresees gaining increasingly more benefits from the economies of scale and opportunities generated by this alliance. It is anticipated that new and innovative uses of the partnership will allow the continued enhancement of the quality of instruction and the expansion of educational opportunities available to the children of both districts while at the same time maintaining fiscally prudent stewardship of taxpayers' dollars.

## **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Gary R. Moore, Business Administrator, Greenwich Township Board of Education, 839 Ye Greate Street, Greenwich, NJ 08323.

Table A-1  
Greenwich Township School District's Net Assets  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change 2011-2012
	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	
Current and Other Assets	\$ 345	\$ 378	\$ 6	\$ 14	\$ 351	\$ 392	11.7%
Noncurrent Assets	21	51			\$ 21	\$ 51	142.9%
Capital Assets	48	56			\$ 48	\$ 56	16.7%
<b>Total Assets</b>	<u>\$ 414</u>	<u>\$ 485</u>	<u>\$ 6</u>	<u>\$ 14</u>	<u>\$ 420</u>	<u>\$ 499</u>	<u>18.8%</u>
Current Liabilities	\$ 49	\$ 83	\$ -	\$ 3	\$ 49	\$ 86	75.5%
Noncurrent Liabilities	31	19			\$ 31	\$ 19	-38.7%
<b>Total Liabilities</b>	<u>\$ 80</u>	<u>\$ 102</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 80</u>	<u>\$ 105</u>	<u>31.3%</u>
<b>Net Assets</b>							
Invested in Capital Assets							
Net of Related Debt	\$ 45	\$ 56			\$ 45	\$ 56	24.4%
Restricted	55	50			\$ 55	\$ 50	-9.1%
Unrestricted	234	277	6	11	\$ 240	\$ 288	20.0%
<b>Total Net Assets</b>	<u>\$ 334</u>	<u>\$ 383</u>	<u>\$ 6</u>	<u>\$ 11</u>	<u>\$ 340</u>	<u>\$ 394</u>	<u>15.9%</u>

Table A-2  
Greenwich Township School District's  
Changes in Net Assets  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change 2011-2012
	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	
<b>Revenues</b>							
<b>Program Revenues</b>							
Charges for Services	\$ -	\$ -	\$ 12	\$ 15	\$ 12	\$ 15	25.0%
Federal & State Categorical Grants	76	90	20	22	\$ 96	\$ 112	16.7%
<b>General Revenues</b>							
Property Taxes	818	787			\$ 818	\$ 787	-3.8%
State Formula Aid	467	486			\$ 467	\$ 486	4.1%
Other	(11)	(12)	24	23	\$ 13	\$ 11	-15.4%
<b>Total Revenues</b>	<u>\$ 1,350</u>	<u>\$ 1,351</u>	<u>\$ 56</u>	<u>\$ 60</u>	<u>\$ 1,406</u>	<u>\$ 1,411</u>	<u>0.4%</u>
<b>Expenses</b>							
Instruction - Related	\$ 532	\$ 516			\$ 532	\$ 516	-3.0%
Student Support Services	166	187	54	55	\$ 220	\$ 242	10.0%
Maintenance & Operations	213	241			\$ 213	\$ 241	13.1%
Transportation	38	38			\$ 38	\$ 38	0.0%
Administration	82	79			\$ 82	\$ 79	-3.7%
Other	234	241			\$ 234	\$ 241	3.0%
<b>Total Expenses</b>	<u>\$ 1,265</u>	<u>\$ 1,302</u>	<u>\$ 54</u>	<u>\$ 55</u>	<u>\$ 1,319</u>	<u>\$ 1,357</u>	<u>2.9%</u>
<b>Increase/ (decrease) in Net Assets</b>	<u>\$ 85</u>	<u>\$ 49</u>	<u>\$ 2</u>	<u>\$ 5</u>	<u>\$ 87</u>	<u>\$ 54</u>	<u>-37.9%</u>

Table A-3  
Greenwich Township School District's Capital Assets  
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total School District		Total Percentage Change 2011-2012
	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	
Construction in Progress	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
Buildings & Improvements	45	42	-	-	45	42	-6.67%
Machinery & Equipment	-	14	-	-	0	14	100.00%
<b>Total</b>	<u>\$ 45</u>	<u>\$ 56</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45</u>	<u>\$ 56</u>	<u>24.44%</u>

## **BASIC FINANCIAL STATEMENTS**

**DISTRICT-WIDE FINANCIAL STATEMENTS**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET ASSETS  
JUNE 30, 2012

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current Assets:			
Cash and cash equivalents	\$ 370,506.	\$ 13,865.	\$ 384,371.
Receivables, net	7,318.	661.	7,979.
Total Current Assets	<u>377,824.</u>	<u>14,526.</u>	<u>392,350.</u>
Noncurrent Assets:			
Restricted Assets:			
Cash and cash equivalents	22,700.		22,700.
Capital reserve account-cash	28,294.		28,294.
Capital assets, net	55,688.		55,688.
Total noncurrent assets	<u>106,682.</u>		<u>106,682.</u>
Total assets	<u>484,506.</u>	<u>14,526.</u>	<u>499,032.</u>
<b>LIABILITIES:</b>			
Current liabilities:			
Accounts payable	41,442.	3,324.	44,766.
Payable to state government	1,646.		1,646.
Deferred revenue	22,138.		22,138.
Current portion of long term liabilities	17,591.		17,591.
Total Current Liabilities	<u>82,817.</u>	<u>3,324.</u>	<u>86,141.</u>
Noncurrent liabilities:			
Accrued compensated absences	19,250.		19,250.
Total noncurrent liabilities	<u>19,250.</u>		<u>19,250.</u>
Total Liabilities	<u>102,067.</u>	<u>3,324.</u>	<u>105,391.</u>
<b>NET ASSETS:</b>			
Investment in capital assets, net of related debt	55,688.		55,688.
Restricted for:			
Capital projects	21,244.		21,244.
Other purposes	29,041.		29,041.
Unrestricted	276,466.	11,202.	287,668.
Total Net Assets	<u>\$ 382,439.</u>	<u>\$ 11,202.</u>	<u>\$ 393,641.</u>

See Accompanying Notes to the Basic Financial Statements

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

Functions/Programs	Program Revenues		Capital Grants and Contributions	Net (Expense) Revenues and Changes in Net Assets		
	Expenses	Charges for Services		Operating Grants and Contributions	Governmental Activities	Business-Type Activities
<b>Governmental activities:</b>						
Instruction:		\$	\$		\$	\$
Regular	\$ 415,319.			\$ (415,319.)		\$ (415,319.)
Special education	82,762.			(82,762.)		(82,762.)
Other special instruction	17,878.			(17,878.)		(17,878.)
Support services:						
Tuition	17,385.			(17,385.)		(17,385.)
Student & instruction related services	169,286.			(169,286.)		(169,286.)
School administrative services	6,312.			(6,312.)		(6,312.)
General and business admin services	62,461.			(62,461.)		(62,461.)
Central services	10,626.			(10,626.)		(10,626.)
Plant operations and maintenance	241,329.			(241,329.)		(241,329.)
Pupil transportation	38,391.			(38,391.)		(38,391.)
Employee benefits	239,964.		89,829.	(150,135.)		(150,135.)
State debt service assessment	64.			(64.)		(64.)
Total governmental activities	1,301,777.	0.	89,829.	(1,211,948.)	0.	(1,211,948.)
<b>Business-type activities:</b>						
Food service	55,103.	15,473.	21,969.		(17,661.)	(17,661.)
Total business-type activities	55,103.	15,473.	21,969.	0.	(17,661.)	(17,661.)
Total primary government	\$ 1,356,880.	\$ 15,473.	\$ 111,798.	\$ (1,211,948.)	\$ (17,661.)	\$ (1,229,609.)
<b>General revenues:</b>						
Taxes:						
Prop taxes levied for general purposes, net				\$ 787,268.		\$ 787,268.
Federal and state aid not restricted				420,706.		420,706.
Federal and state aid restricted				65,037.		65,037.
Tuition received				3,200.		3,200.
Investment earnings				826.		826.
Miscellaneous income				6,563.		6,563.
Transfers				(22,380.)	22,380.	
Total general revenues, special items, extraordinary items, and transfers				1,261,220.	22,380.	1,283,600.
Change in net assets				49,272.	4,719.	53,991.
Net assets - beginning				333,167.	6,483.	339,650.
Net assets - ending				\$ 382,439.	\$ 11,202.	\$ 393,641.

See Accompanying Notes to the Basic Financial Statements

## **FUND FINANCIAL STATEMENTS**

## **GOVERNMENTAL FUNDS**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
<b>Assets:</b>						
Cash and cash equivalents	\$ 378,790.	\$ 22,700.	\$	\$	\$	\$ 401,490.
Due from other funds	2,152.					2,152.
Receivables from other governments	777.	4,389.				5,166.
Capital reserve	20,010.					20,010.
<b>Total assets</b>	<b>\$ 401,729.</b>	<b>\$ 27,089.</b>	<b>\$ 0.</b>	<b>\$ 0.</b>	<b>\$ 0.</b>	<b>\$ 428,818.</b>
<b>Liabilities and Fund Balances:</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 38,137.	\$ 3,305.	\$	\$	\$	\$ 41,442.
Payable to state government		1,646.				1,646.
Deferred revenue		22,138.				22,138.
<b>Total liabilities</b>	<b>38,137.</b>	<b>27,089.</b>	<b>0.</b>	<b>0.</b>	<b>0.</b>	<b>65,226.</b>
<b>Fund Balances:</b>						
<b>Restricted for:</b>						
Excess surplus-current year	28,284.					28,284.
Excess surplus-designated for subsequent year's expenditures	757.					757.
Capital reserve	21,244.					21,244.
<b>Committed to:</b>						
Other purposes	17,365.					17,365.
<b>Assigned to:</b>						
Designated by BOE for subsequent year's expenditures	90,535.					90,535.
<b>Unassigned:</b>						
General fund	205,407.					205,407.
<b>Total fund balances</b>	<b>363,592.</b>	<b>0.</b>	<b>0.</b>	<b>0.</b>	<b>0.</b>	<b>363,592.</b>
<b>Total liabilities and fund balances</b>	<b>\$ 401,729.</b>	<b>\$ 27,089.</b>	<b>\$ 0.</b>	<b>\$ 0.</b>	<b>\$ 0.</b>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$5,450,159. and the accumulated depreciation is \$5,394,471. (See Note) \$ 55,688.

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. (See Note) (36,841.)

Net assets of governmental activities \$ 382,439.

See Accompanying Notes to the Basic Financial Statements

GREENWICH TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
<b>REVENUES:</b>						
Local sources:						
Local tax levy	\$ 787,268.	\$	\$	\$	\$	\$ 787,268.
Tuition charges	3,200.					3,200.
Interest earned	826.					826.
Miscellaneous	6,563.					6,563.
Total local sources	797,857.	0.	0.	0.	0.	797,857.
State sources	510,535.	2,043.				512,578.
Federal sources		62,994.				62,994.
Total revenues	1,308,392.	65,037.	0.	0.	0.	1,373,429.
<b>EXPENDITURES:</b>						
Current:						
Regular instruction	413,353.					413,353.
Special education instruction	66,296.	15,974.				82,270.
Other special instruction	17,878.					17,878.
Support services:						
Tuition	17,385.					17,385.
Student & instruction related services	138,991.	30,295.				169,286.
School administrative services	5,575.					5,575.
Other administrative services	61,724.					61,724.
Central services	10,626.					10,626.
Plant operations and maintenance	240,345.					240,345.
Pupil transportation	38,391.					38,391.
Employee benefits	235,489.	2,025.				237,514.
Capital outlay	64.	15,195.				15,259.
Total expenditures	1,246,117.	63,489.	0.	0.	0.	1,309,606.
Excess (deficiency) of revenues over exp.	62,275.	1,548.				63,823.
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in	2,406.					2,406.
Transfers out	(22,380.)		(2,406.)			(24,786.)
Total other financing sources (uses)	(19,974.)	0.	2,406.	0.	0.	(22,380.)
Net change in fund balance	42,301.	1,548.	(2,406.)			41,443.
Fund balance - July 1	321,291.	(1,548.)	2,406.			322,149.
Fund balance - June 30	\$ 363,592.	\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 363,592.

See Accompanying Notes to the Basic Financial Statements

GREENWICH TOWNSHIP 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 changes in fund balances - governmental funds (from B-2) \$ 41,443.

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	\$ (4,916.)	
	Capital outlays	<u>15,195.</u>	10,279.

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 0.

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.

Proceeds of long-term debt	0.		
Capital lease proceeds	<u>0.</u>		0.

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 (+). (2,450.)

In the statement of activities, the disposition of certain equipment results in a loss because the equipment still had a book value at the time of disposition. In the governmental funds, this item is not reported because there were no proceeds received. 0.

Change in net assets of governmental activities \$ 49,272.

See Accompanying Notes to the Basic Financial Statements

## **PROPRIETARY FUNDS**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
JUNE 30, 2012

	Business-Type Activities Enterprise Fund
	Food Service
<b>ASSETS:</b>	
Current Assets:	
Cash and cash equivalents	\$ 13,865.
Accounts receivable	639.
Interfund	22.
Total current assets	14,526.
<b>LIABILITIES:</b>	
Current liabilities:	
Accounts payable	3,324.
Total current liabilities	3,324.
<b>NET ASSETS:</b>	
Unrestricted	11,202.
Total net assets and liabilities	\$ 14,526.

See Accompanying Notes to the Basic Financial Statements

GREENWICH TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
JUNE 30, 2012

	Business-Type Activities Enterprise Fund		Governmental Activities - Internal Service Fund
	Food Service Fund	Totals	
Operating revenues:			
Charges for services:			
Daily sales-reimbursable programs	\$ 15,474.	\$ 15,474.	\$
Total operating revenues	15,474.	15,474.	0.
Operating expenses:			
Cost of sales	31,783.	31,783.	
Salaries and employee benefits	19,379.	19,379.	
General supplies	941.	941.	
Purchased services	3,000.	3,000.	
Total operating expenses	55,103.	55,103.	0.
Operating income/(loss)	(39,629.)	(39,629.)	0.
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	552.	552.	
Federal sources:			
National school breakfast program	3,434.	3,434.	
National school lunch program	15,489.	15,489.	
Food distribution program	2,494.	2,494.	
Total nonoperating revenues (expenses)	21,969.	21,969.	0.
Income (loss) before contrib. & trans	(17,660.)	(17,660.)	0.
Transfers in (out)	22,379.	22,379.	
Change in net assets	4,719.	4,719.	
Total net assets - beginning	6,483.	6,483.	0.
Total net assets - ending	\$ 11,202.	\$ 11,202.	\$ 0.

See Accompanying Notes to the Basic Financial Statements

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

	Business-Type Activities Enterprise Fund		Governmental Activities - Internal Service Fund
	Food Service Fund	Totals	
<b>CASH FLOWS FROM OPERATING ACT.</b>			
Receipts from customers	\$ 15,474.	\$ 15,474.	\$
Payments to employees	(19,379.)	(19,379.)	
Payments to suppliers	(29,906.)	(29,906.)	
Net cash provided by (used for) oper act	(33,811.)	(33,811.)	0.
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACT:</b>			
State sources	512.	512.	
Federal sources	18,302.	18,302.	
Operating subsidies and transfers to other funds	22,379.	22,379.	
Net cash provided by (used for) non-capital fin act	41,193.	41,193.	0.
Net increase/(decrease) in cash & cash equivalents	7,382.	7,382.	
Balances - beginning of year	6,483.	6,483.	
Balances-end of year	\$ 13,865.	\$ 13,865.	\$ 0.
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating income (loss)	\$(39,629.)	\$(39,629.)	\$
Adjust to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Federal commodities	2,494.	2,494.	
Change in assets and liabilities:			
Increase/(decrease) in accounts payable	3,324.	3,324.	
Total adjustments	5,818.	5,818.	0.
Net cash provided by (used for) operating activities	\$(33,811.)	\$(33,811.)	\$ 0.

See Accompanying Notes to the Basic Financial Statements

## **FIDUCIARY FUNDS**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2012

	Unemployment Compensation Trust	Student Activity	Agency Fund
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 35,283.	\$ 10,073.	\$ 32,986.
Due from Agency	1,898.		
Total assets	<u>37,181.</u>	<u>10,073.</u>	<u>32,986.</u>
<b>LIABILITIES:</b>			
Payroll deductions and withholdings	\$	\$	\$ 2,249.
Accrued salaries and wages			26,816.
Due to student groups		10,073.	
Due to Unemployment			1,898.
Interfund payable	151.		2,023.
Total liabilities	<u>151.</u>	<u>10,073.</u>	<u>32,986.</u>
<b>NET ASSETS:</b>			
Held in trust for unemployment claims and other purposes	<u><u>\$ 37,030.</u></u>		

See Accompanying Notes to the Basic Financial Statements

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

	Unemployment Compensation Trust
ADDITIONS:	
Contributions:	
Plan members	\$ 916.
Board	6,127.
Total contributions	7,043.
Total additions	7,043.
 DEDUCTIONS:	
Unemployment claims	5,804.
Total deductions	5,804.
 Change in net assets	 1,239.
 NET ASSETS - BEGINNING OF THE YEAR	 35,791.
 NET ASSETS - END OF THE YEAR	 \$ 37,030.

See Accompanying Notes to the Basic Financial Statements

## **NOTES TO FINANCIAL STATEMENTS**

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Board of Education (Board) of Greenwich Township School District (District), have been prepared in conformity with generally accepting 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 more significant of the Board's accounting policies are described below.

**A. Reporting Entity:**

The Greenwich Township School District is a Type II district located in the County of Cumberland, 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-8. The Greenwich Township School District had an approximate enrollment at June 30, 2012 of 79 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 had no component units.

**B. Basic Financial Statements-District-Wide Statements:**

The District's basic financial statements include both district-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the district-wide and fund financial statements categorize primary activities as either governmental or business type.

In the district-wide Statement of Net Assets, both governmental and business-type activities columns are presented on a consolidated basis by column, and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net assets are reported in three parts-invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

The district-wide Statement of Activities reports both the gross and net costs of each of the District's functions and business-type activities. The functions are also supported by general government revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or business-type activity.

This district-wide focus is more on the sustainability of the District as an entity and the change in the District's net assets resulting from the current year's activities.

**C. Basic Financial Statements-Fund Financial Statements:**

The financial transactions of the District are reported in individual funds in the financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basic Financial Statements-Fund Financial Statements: (Continued)

The following fund types are used by the District:

**GOVERNMENTAL FUNDS**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

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.

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in the 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. These resources can be transferred from and to Current Expense by board resolution.

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

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

**PROPRIETARY FUNDS**

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

Enterprise Funds: The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to 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

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
C. Basic Financial Statements-Fund Financial Statements: (Continued)

to the students on a continuing basis are 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 Funds are comprised of the Food Service Fund.

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 statements of net assets. 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	12 years

**FIDUCIARY FUNDS**

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net assets and changes in net assets and are reported using accounting principles similar to proprietary funds. The following is a description of the fiduciary funds of the District:

Unemployment Compensation Trust: The Unemployment Compensation Trust Fund consists of assets that the District has reserved for possible future employment claims.

Agency Funds: Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

**D. Basis of Accounting:**

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

**Measurement Focus**

On the district-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using economic resources measurement focus as defined below.

In fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus as appropriate.

- All government funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balances as their measure of available spendable financial resources at the end of the period.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting: (Continued)

- The proprietary fund utilized an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.
- Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

**Basis of Accounting**

In the district-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available”. Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The 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”.

All proprietary funds utilized the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used.

E. 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 made no supplemental budgetary appropriations during the year by appropriating additional fund balance.

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

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1.SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgets/Budgetary Control: (Continued)

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

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

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary) "revenues"	\$1,313,885.	\$66,072.
State Aid payment recognized for GAAP Statements in the current year, previously Recognized for budgetary purposes		
Adjust for State Aid Payment not recognized for GAAP purposes until the subsequent year	39,877.	1,548.
Adjust for Encumbrances:		
Add Prior Year Encumbrances	N/A	0.
Less Current Year Encumbrances	N/A	(2,583.)
Total Revenues (GAAP Basis)	<u>\$1,308,392.</u>	<u>\$65,037.</u>
Uses/outflows of resources		
Actual amounts (budgetary) "total outflows"	\$1,226,079.	\$66,072.
Adjustments:		
Add Prior Year Encumbrances	N/A	0.
Less Current Year Encumbrances	N/A	(2,583.)
Total Expenditures (GAAP Basis)	<u>\$1,226,079.</u>	<u>\$63,489.</u>

F. Encumbrances:

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

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

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

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

**NOTE 1.SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**G. 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 statutes 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 depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

**H. Tuition Receivable:**

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

**I. Tuition Payable:**

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

**J. Inventories:**

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.

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

Short-term interfund receivables/payables represents 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.

**L. Fixed Assets:**

The accounting treatment over property, plant and equipment (fixed assets) depends on whether the assets are used in the governmental fund operations, or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

**District-wide Statements**

In the district-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, as determined by an independent appraisal company. Donated fixed assets are valued at their estimated fair market value on the date received.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1.SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Fixed Assets: (Continued)

Depreciation of all exhaustible fixed assets is recorded as allocated expenses in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of assets is as follows:

Land Improvements	20 years
Building & Building Improvements	25-50 years
Machinery & Equipment	5-20 years

**Fund Financial Statements**

In the fund financial statements, fixed assets used in government fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets used in proprietary fund operations are accounted for the same as in the district-wide statements.

M. Accrued Salaries and Wages

Certain District employees who provide services to the District over the ten month academic year have the option to have their salaries evenly disbursed during the entire twelve month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2012, the amount earned by these employees but not disbursed was \$26,816.

N. Compensated Absences:

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

The liability for these compensated absences is recorded as long-term debt in the district-wide statements. In the fund financial statements, governmental funds report only the compensated absences that are expected to be liquidated with expendable available financial resources, while the proprietary fund reports the liability as it is incurred.

O. Deferred Revenue:

Deferred revenue represents cash that has been received but not yet earned.

P. Long-term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the district-wide statements. The long-term debt consists primarily of accrued compensated absences.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1.SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

R. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

S. Fund Balance

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

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

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

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

Assigned: The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position, approved by the Board of Education.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 1.SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

S. Fund Balance (Continued)

Unassigned: The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

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

NOTE 2.CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, and short term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Board classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and

Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 2.CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

Investments:

New Jersey statutes permits the Board to purchase the following types of securities:

- a.) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b.) Bonds or any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c.) Bonds or other obligations of the school district.

As of June 30, 2010 cash and cash equivalents and investments of the District consisted of the following:

	Cash and Cash Equivalents	Total
Checking account	\$513,718.	\$513,718.

During the period ended June 30, 2012 the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents and investments at June 30, 2012 was \$513,718. and the bank balance was \$528,653. Of the bank balance, \$261,032. was covered by federal depository insurance and \$267,621. was covered by a collateral pool as required by New Jersey statutes.

NOTE 3.CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Township of Greenwich Board of Education by inclusion of \$10. On October 5, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6:23-2.13(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2011	\$21,034.
Interest earnings	210.
Deposits	
Approved at April, 2011 election	0.
Withdrawals	
Board resolution	
Total Withdrawals	0.
Ending balance, June 30, 2012	\$21,244.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 3. CAPITAL RESERVE ACCOUNT (Continued)

The June 30, 2012 LRFP balance of local support costs of uncompleted capital projects at June 30, 2012 is \$778,082. No withdrawals from the capital reserve for use in a DOE approved facilities project, consistent with the district's Long Range Facilities Plan were made during 2011-2012.

NOTE 4. MAINTENANCE RESERVE

The Maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCFA (*N.J.S.A.* 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701). Districts may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes (*N.J.A.C.* 6A:23-2.14) or by transfer by board resolution at year end of any anticipated revenue or unexpended line item appropriations, or both.

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

Beginning Balance July 1, 2011	\$ 0.
Deposits	0.
Withdrawals	0.
Ending balance June 30, 2012	<u>\$ 0.</u>

The June 30, 2012 maximum maintenance reserve amount is \$85,800.

NOTE 5. FIXED ASSETS

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

	Beginning Balance	Additions	Retirements	Adjustments	Ending Balance
Governmental Activities:					
Capital Assets that are not Being Depreciated:					
Construction in progress	\$	\$	\$	\$	\$
<b>Total Capital Assets not being Depreciated</b>	<u>0.</u>	<u>0.</u>	<u>0.</u>	<u>0.</u>	<u>0.</u>
Bldg & Bldg Improve	5,354,778.				5,354,778.
Machinery & Equip.	80,186.	15,195.			95,381.
<b>Totals at Historical Cost</b>	<u>5,434,964.</u>	<u>15,195.</u>	<u>0.</u>	<u>0.</u>	<u>5,450,159.</u>
Less: Accum Deprec for:					
Bldg & Bldg Improve	(5,309,673.)	(3,093.)			(5,312,766.)
Machinery & Equipment	(79,882.)	(1,823.)			(81,705.)
<b>Total Accum Deprec</b>	<u>(5,389,555.)</u>	<u>(4,916.)</u>	<u>0.</u>	<u>0.</u>	<u>( 5,394,471.)</u>
<b>Total Capital Assets being depreciated net of Accum Depreciation</b>	<u>45,409.</u>	<u>10,279.</u>	<u>0.</u>	<u>0.</u>	<u>55,688.</u>
Government Activities Capital Assets, net	<u>\$45,409.</u>	<u>\$10,279.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$55,688.</u>
Business-type Activities:					
Equipment	\$	\$	\$	\$	\$ 0.
Less Accum Dep for: Equipment					0.
Business-type Activ Capital Assets, net	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 5. FIXED ASSETS (Continued)

**\*Depreciation Expense was Charged to Governmental Functions as Follows:**

*Instruction:*

Regular	\$1,966.
Special Education	492.
Support Services:	
School Administration	737.
General and Business Administrative Services	737.
Plant Operations and Maintenance	984.
Total Depreciation Expense	<u>\$4,916.</u>

NOTE 6. OPERATING LEASES

During the year ended June 30, 2010, the District entered into an agreement to rent copying equipment under an operating lease. The terms of the lease require 60 monthly payments in the amount of \$250. Future minimum rental payments required under this lease are as follows:

<u>Year</u>	<u>Amount</u>
June 30, 2013	\$3,000.
June 30, 2014	3,000.
June 30, 2015	1,250.
TOTAL	<u>\$7,250.</u>

The total operating lease payments made during the year ended June 30, 2012 were \$3,000.

NOTE 7. GENERAL LONG-TERM DEBT

Type of Debt	Balance at 6/30/11	Issued	Retired	Balance at 6/30/12	Amounts Due Within 1 Year
Governmental Act.:					
Compen Absen. Pay	\$34,391.	\$2,450.	\$0.	\$36,841.	\$17,591.
Total	<u>\$34,391.</u>	<u>\$2,450.</u>	<u>\$0.</u>	<u>\$36,841.</u>	<u>\$17,591.</u>

A. Bonds Payable:

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

As of June 30, 2012, the Board had no serial bonds outstanding, nor were there any authorized but not issued bonds.

B. Capital Leases Payable:

The District has no capital leases payable.

NOTE 8. 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 Pensions 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.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 8. PENSION PLANS (Continued)

These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF) – The Teachers' Pension and Annuity Fund was established 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 systems' 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.

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 credit to the members' accounts.

Significant Legislation – During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey retirement systems.

Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

**Greenwich Township School District**  
**Notes to the Financial Statements**  
**June 30, 2012**

NOTE 8.PENSION PLANS (Continued)

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

Year	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
June 30, 2012	\$10,402.	0%	\$10,402.
June 30, 2011	8,392.	0%	8,392.
June 30, 2010	6,164.	0%	6,164.

Three-Year Trend Information for TPAF

(Paid on Behalf of the District)

Year	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
June 30, 2012	\$52,222.	100%	\$0.
June 30, 2011	37,589.	100%	0.
June 30, 2010	43,409.	100%	0.

During the fiscal year ended June 30, 2012, the State of New Jersey contributed to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District during the year ended June 30, 2012 for the employer’s share of social security contributions for TPAF members, as calculated on their base salaries. This amount 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 27.

NOTE 9.POST RETIREMENT BENEFITS

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

The State is also responsible for the cost attributable to P.L. 1992, c.126, which provides free health benefits to members of PERS, TPAF 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 2010.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

**NOTE 10. DEFERRED COMPENSATION:**

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

Lincoln Investments  
Sircusa Benefits

**NOTE 11. RISK MANAGEMENT:**

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

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

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Income</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2011-2012	\$6,127.	\$916.	\$0.	\$5,804.	\$37,030.
2010-2011	14,581.	1,123.	0.	19,811.	35,791.
2009-2010	30,000.	1,230.	0.	0.	39,898.

**NOTE 12. 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	\$2,152.	\$
Enterprise Fund	22.	
Fiduciary Fund		2,174.
	<u>\$2,174.</u>	<u>\$2,174.</u>

The amounts due between the General Fund and Fiduciary Fund results from adjustments to amounts paid during 2011-2012.

**NOTE 13. COMPENSATED ABSENCES**

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Government 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.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 13. COMPENSATED ABSENCES (Continued)

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 District's agreements with the various employee unions.

The liability for vested compensated absences of the governmental activities is recorded as long-term debt in the district-wide statements. The current portion of the compensated absences balance is not considered material to the applicable funds total liabilities, and therefore, is not shown separately from the long-term liability balance of compensated absences.

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, a liability existed for compensated absences in the Food Service Fund in the amount of \$0.

NOTE 14. CONTINGENT LIABILITIES

The Board is involved in several claims and lawsuits incidental to its operation. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2012 is \$29,041.

NOTE 16. DEFICIT FUND BALANCES

The District has no deficit fund balances as of June 30, 2012 as reported in the fund statements (modified accrual basis). *N.J.S.A.* 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June 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 recording the June state aid payment(s) in the subsequent fiscal year, the school district can not recognize the June state aid payment(s) on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the Special Revenue Fund balance deficit does not alone indicate the district is facing financial difficulties.

Pursuant to *N.J.S.A.* 18A:22-44.2 any negative unreserved, undesignated special revenue fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need or corrective action. The District deficit in the GAAP funds statements of \$0. is equal to the last state aid payments.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 17. FUND BALANCES

NONSPENDABLE

As stated in Note 1, the nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. There are no nonspendable fund balances of the School district as of June 30, 2012.

RESTRICTED

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

General Fund:

Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance – excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2012 is \$29,041. has been restricted and designated for utilization in the 2012-2013 budget.

Capital Reserve Account: As of June 30, 2012, the balance in the capital reserve account is \$21,244. These funds are restricted for the future approved capital projects of school facilities.

COMMITTED

As stated in Note 1, the committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Other Purposes: As of June 30, 2012, the School District had \$17,365. of encumbrances outstanding for purchase orders and contracts signed by the School District but not completed as of the close of the fiscal year.

ASSIGNED

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

General Fund:

For Subsequent Year's Expenditures: The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2013, \$90,535. of general fund balance at June 30, 2012.

**Greenwich Township School District  
Notes to the Financial Statements  
June 30, 2012**

NOTE 17.FUND BALANCES (Continued)

UNASSIGNED

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

General Fund:

As of June 30, 2012, the unassigned fund balance of the general fund was \$205,407.

NOTE 18.SUBSEQUENT EVENTS

Subsequent events were evaluated by management through August 20, 2012.

**REQUIRED SUPPLEMENTARY INFORMATION–PART II**

## **BUDGETARY COMPARISON SCHEDULES**

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
Local sources:					
Local tax levy	\$ 787,268.	\$	\$ 787,268.	\$ 787,268.	\$
Tuition	3,200.		3,200.	3,200.	
Interest earned	20.		20.	826.	806.
Miscellaneous	500.		500.	6,563.	6,063.
Total local sources	790,988.	0.	790,988.	797,857.	6,869.
<b>State sources:</b>					
Equalization Aid	152,256.		152,256.	152,256.	
Transportation Aid	14,021.		14,021.	14,021.	
Special Education Aid	33,103.		33,103.	33,103.	
Security Aid	6,558.		6,558.	6,558.	
Adjustment Aid	206,192.		206,192.	219,484.	13,292.
TPAF Social Security (on-behalf-non-budgeted)				52,222.	52,222.
TPAF Social Security (reimbursed-non-budgeted)				37,607.	37,607.
Additional Non-Public Transportation Aid				777.	777.
Total state sources	412,130.	0.	412,130.	516,028.	103,898.
<b>Federal sources:</b>					
Education Jobs Fund	15,418.		15,418.		(15,418.)
Total federal sources	15,418.	0.	15,418.	0.	(15,418.)
Total revenues	1,218,536.	0.	1,218,536.	1,313,885.	95,349.

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>Expenditures:</b>					
Current expense:					
Regular programs-instruction:					
Preschool/kindergarten-salaries of teachers	\$ 71,722.	\$(18,313.)	\$ 53,409.	\$ 53,162.	\$ 247.
Grades 1-5-salaries of teachers	190,395.	(51,103.)	139,292.	122,778.	16,514.
Grades 6-8-salaries of teachers	82,081.	84,190.	166,271.	165,492.	779.
Regular programs-undistributed instruction:					
Other purchased services	45,923.	4,200.	50,123.	50,057.	66.
General supplies	19,810.	(4,200.)	15,610.	15,345.	265.
Textbooks	3,000.	3,520.	6,520.	6,519.	1.
Other objects	1,500.	(1,420.)	80.	80.	80.
Total regular programs - instruction	414,431.	16,874.	431,305.	413,353.	17,952.
Special education-instruction:					
Learning and/or learning disabilities:					
Salaries of teachers	58,048.	2,926.	60,974.	59,263.	1,711.
Other salaries for instruction	21,424.	(19,480.)	1,944.	500.	1,444.
General supplies	750.	750.	750.	365.	385.
Textbooks	450.	450.	450.	450.	450.
Total special education-multiple dis	80,672.	(16,554.)	64,118.	60,128.	3,990.
Resource room/resource center:					
Salaries of teachers	13,362.		13,362.	6,168.	7,194.
Total resource room/resource center	13,362.	0.	13,362.	6,168.	7,194.
Total special education-instruction	94,034.	(16,554.)	77,480.	66,296.	11,184.

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
Basic skills/remedial-instruction:					
Salaries of teachers	\$ 46,207.	\$(360.)	\$ 45,847.	\$ 17,878.	\$ 27,969.
General supplies	500.		500.		500.
Total basic skills/remedial-instruction	46,707.	(360.)	46,347.	17,878.	28,469.
School sponsored co-curricular act-instruction:					
Salaries	2,900.		2,900.		2,900.
Total school spon co-curricular act-instruction	2,900.	0.	2,900.	0.	2,900.
School sponsored-athletics-instruction:					
Salaries	1,500.		1,500.		1,500.
Purchased services	500.		500.		500.
Supplies and materials	900.	(200.)	700.		700.
Total school sponsored athletics-instruction	2,900.	(200.)	2,700.	0.	2,700.
Total Instruction	560,972.	(240.)	560,732.	497,527.	63,205.
Undistributed expenditures:					
Instruction:					
Tuition-other LEAs within state-special	5,000.	19,549.	24,549.	17,385.	7,164.
Tuition-co spec serv sch district & reg day school	22,272.	(22,272.)			
Total instruction	27,272.	(2,723.)	24,549.	17,385.	7,164.
Attendance and social work services:					
Salaries	7,199.	202.	7,401.	7,053.	348.
Total attendance and social work services	7,199.	202.	7,401.	7,053.	348.

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
Health services:					
Salaries	\$ 38,492.	\$117.	\$ 38,609.	\$ 37,711.	\$ 898.
Purchased prof. and technical services	6,600.	(100.)	6,500.	6,500.	
Supplies and materials	1,000.	500.	1,500.	1,436.	64.
Total health services	46,092.	517.	46,609.	45,647.	962.
Other support services-students-related services:					
Purchased prof/educ services	14,000.	6,358.	20,358.	17,534.	2,824.
Total other sup services-students-related services	14,000.	6,358.	20,358.	17,534.	2,824.
Other support services-extraordinary services:					
Purchased prof/educ services	3,100.		3,100.	1,609.	1,491.
Total other support services-extraordinary services	3,100.	0.	3,100.	1,609.	1,491.
Other support services-students-special services:					
Salaries of secretarial/clerical assistants	900.	32.	932.	882.	50.
Purchased prof/educational services	2,000.	(2,000.)	500.	500.	
Purchased prof/technical services	500.		500.	500.	
Total other sup services-students-special services	3,400.	(1,968.)	1,432.	882.	550.

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
Improve of instruction services/other support:					
Salaries of supervisor of instruction	\$ 65,960.	\$(11,600.)	\$ 54,360.	\$ 48,320.	\$ 6,040.
Salaries of secretarial/clerical assistants	11,097.	1,001.	12,098.	11,674.	424.
Other purchased professional services		3,645.	3,645.	3,273.	372.
Total improve of instruction services/other support	77,057.	(6,954.)	70,103.	63,267.	6,836.
Educational media services/school library:					
Salaries	300.	10.	310.	294.	16.
Purchased professional and technical services	575.		575.	575.	
Other purchased services	1,000.		1,000.		1,000.
Supplies and materials	1,000.		1,000.	183.	817.
Total educational media services/school library	2,875.	10.	2,885.	1,052.	1,833.
Instructional staff training services:					
Other purchased prof/tech services	1,500.		1,500.	1,500.	
Other purchased services	500.		500.	447.	53.
Total instructional staff training services	2,000.	0.	2,000.	1,947.	53.
Support services-general administration:					
Salaries	4,320.		4,320.	4,320.	
Legal services	1,000.		1,000.	279.	721.
Audit fees	13,500.	50.	13,550.	13,550.	
Other purchased professional services	34,535.		34,535.	34,535.	
Communications/telephone	2,000.	500.	2,500.	1,040.	1,460.
BOE other purchased services	300.		300.	120.	180.
Other purchased services	7,736.		7,736.	5,905.	1,831.
General supplies	2,000.		2,000.	905.	1,095.
BOE membership dues and fees	2,300.	(550.)	1,750.	1,070.	680.
Total support services-general administration	67,691.	0.	67,691.	61,724.	5,967.

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
Support services school administration:					
Salaries of secretarial/clerical assistants	\$ 4,626.	\$ 138.	\$ 4,764.	\$ 3,768.	\$ 996.
Supplies and materials	2,300.	54.	2,354.	1,807.	547.
Other objects	800.		800.		800.
Total support services school administration	7,726.	192.	7,918.	5,575.	2,343.
Central services:					
Purchased professional services	10,000.		10,000.	10,000.	
Purchased technology services	300.		300.	270.	30.
School facilities cleaning	500.		500.	356.	144.
Total central services	10,800.	0.	10,800.	10,626.	174.
Allowable maintenance for school facilities:					
Cleaning, repair and maintenance services	100,600.	27,675.	128,275.	114,078.	14,197.
Total allowable maintenance for school facilities	100,600.	27,675.	128,275.	114,078.	14,197.
Other operation and maintenance of plant services:					
Salaries	5,380.	(894.)	4,486.	3,673.	813.
Purchased professional and technical services	8,000.	5,326.	13,326.	12,701.	625.
Cleaning, repair and maintenance of services	55,600.	6,206.	61,806.	61,513.	293.
Insurance	9,000.	(1,800.)	7,200.	7,131.	69.
Miscellaneous purchased services	2,650.	1,483.	4,133.	3,904.	229.
General supplies	3,200.	3,700.	6,900.	6,750.	150.
Energy (heat and electricity)	39,000.	32,517.	71,517.	30,595.	1,922.
Energy (electricity)	5,500.	(5,500.)			
Energy (oil)					
Total other operation and mainten of plant services	128,330.	2,038.	130,368.	126,267.	4,101.
Total operation and maintenance of plant services	228,930.	29,713.	258,643.	240,345.	18,298.
Students transportation services:					
Management fee-ESC transportation program	1,800.	(470.)	1,330.	1,327.	3.
Other purchased prof/tech services	3,000.		3,000.	3,000.	
Aid in lieu of payments	2,652.	(1,700.)	952.	884.	68.
Contracted services between home/school-vendors	32,130.		32,130.	32,130.	
Contracted services not home/school-vendors	2,500.		2,500.	1,050.	1,450.
Total student transportation services	42,082.	(2,170.)	39,912.	38,391.	1,521.

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
Unallocated Benefits:					
Social security contributions	\$ 8,166.	\$ 421.	\$ 8,587.	\$ 7,393.	\$ 1,194.
Other retirement comp	6,800.	3,987.	10,787.	10,765.	22.
Unemployment compensation		6,127.	6,127.	6,127.	
Workmen's compensation	8,701.	(350.)	8,351.	8,351.	
Health benefits	129,300.	(5,889.)	123,411.	112,674.	10,737.
Other employee benefits		350.	350.	350.	
Total unallocated benefits	<u>152,967.</u>	<u>4,646.</u>	<u>157,613.</u>	<u>145,660.</u>	<u>11,953.</u>
Total employee benefits	<u>152,967.</u>	<u>4,646.</u>	<u>157,613.</u>	<u>145,660.</u>	<u>11,953.</u>
On behalf TPAF pension contributions (non-budgeted)				52,222.	(52,222.)
Reimbursed TPAF soc sec contributions (non-budgeted)				37,607.	(37,607.)
Total undistributed expenditures	<u>693,191.</u>	<u>27,823.</u>	<u>721,014.</u>	<u>748,526.</u>	<u>(27,512.)</u>
Total expenditures-current expense	<u>1,254,163.</u>	<u>27,583.</u>	<u>1,281,746.</u>	<u>1,246,053.</u>	<u>35,693.</u>
Capital Outlay:					
Equipment:					
Operation and maintenance of plant services		4,400.	4,400.		4,400.
Total equipment	<u>0.</u>	<u>4,400.</u>	<u>4,400.</u>	<u>0.</u>	<u>4,400.</u>
Facilities acquisition and construction services:					
Other objects	64.		64.		64.
Total facilities acquisition and construction services	<u>64.</u>	<u>0.</u>	<u>64.</u>	<u>64.</u>	<u>0.</u>
Total capital outlay expenditures	<u>64.</u>	<u>4,400.</u>	<u>4,464.</u>	<u>64.</u>	<u>4,400.</u>
Total general fund	<u>\$ 1,254,227.</u>	<u>\$ 31,983.</u>	<u>\$ 1,286,210.</u>	<u>\$ 1,246,117.</u>	<u>\$ 40,093.</u>

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
Excess (deficiency) of revenues over (under) expenditures	\$(35,691.)	\$(31,983.)	\$(67,674.)	\$ 67,768.	\$(135,442.)
Other financing sources (uses):					
Operating transfers in:					
Transfer to/from Capital Projects Fund	2,406.		2,406.	2,406.	
Operating transfers out:					
Transfer to food service fund	(24,695.)	1,557.	(23,138.)	(22,380.)	758.
Total other financing sources (uses)	(22,289.)	1,557.	(20,732.)	(19,974.)	758.
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	(57,980.)	(30,426.)	(88,406.)	47,794.	136,200.
Fund balances, July 1	361,168.		361,168.	361,168.	
Fund balances, June 30	\$ 303,188.	\$(30,426.)	\$ 272,762.	\$ 408,962.	\$ 136,200.
Recapitulation:					
Restricted Fund Balance:					
Capital reserve				\$ 21,244.	
Excess surplus designated for subsequent year's expend.				757.	
Excess surplus-current year				28,284.	
Committed Fund Balance:					
Year-end encumbrances				17,365.	
Assigned Fund Balance:					
Designated for subsequent year's expenditures				90,535.	
Unassigned Fund Balance:				250,777.	
Total				408,962.	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(45,370.)	
Fund Balance per Governmental Funds (GAAP)				\$ 363,592.	

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

	Original Budget	Budget Transfer	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES:</b>					
Local sources	\$ 2,583.	\$	\$ 2,583.	\$ 2,583.	\$
State sources	495.		495.	495.	
Federal sources	88,957.		88,957.	62,994.	(25,963.)
Total revenues	92,035.	0.	92,035.	66,072.	(25,963.)
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of teachers	16,247.		16,247.	11,773.	4,474.
General supplies	14,362.		14,362.	4,201.	10,161.
Total instruction	30,609.	0.	30,609.	15,974.	14,635.
Support Services:					
Personal services-employee benefits	3,250.		3,250.	2,025.	1,225.
Purchased profeduc services	36,376.		36,376.	29,800.	6,576.
Other purchased services	3,527.		3,527.		3,527.
Supplies & materials	495.		495.	495.	
Total support services	43,648.	0.	43,648.	32,320.	11,328.
Facilities Acquisition and Construction Services:					
Instructional equipment	17,778.		17,778.	17,778.	
Total facilities acquisition and construction services	17,778.	0.	17,778.	17,778.	0.
Total expenditures	92,035.	0.	92,035.	66,072.	25,963.
Total outflows	92,035.	0.	92,035.	66,072.	25,963.
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 0.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGET TO GAAP RECONCILIATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 1,313,885.	\$ 66,072.
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior year encumbrance	N/A	0.
Current year encumbrance	N/A	(2,583.)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	39,877.	1,548.
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(45,370.)	0.
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ 1,308,392.	\$ 65,037.
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 1,226,079.	\$ 66,072.
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Prior year encumbrance	0.	0.
Current year encumbrance	0.	(2,583.)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$ 1,226,079.	\$ 63,489.

## **SCHOOL LEVEL SCHEDULES**

**N/A**

**SPECIAL REVENUE FUND**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Title I	Title II, Part A	Title II, Part D	Title IV	I.D.E.A. Part B Basic	I.D.E.A. ARRA	I.D.E.A. Pre-School	REAP
<b>Revenues:</b>								
Local sources	\$	\$	\$	\$	\$	\$	\$	\$
State sources	13,798.	1,509.	8.		26,089.	17,316.	568.	3,706.
Federal sources	\$ 13,798.	\$ 1,509.	\$ 8.	\$ 0.	\$ 26,089.	\$ 17,316.	\$ 568.	\$ 3,706.
<b>Total revenues</b>								
	\$ 11,773.	\$	\$	\$	\$	\$	\$	\$
<b>Expenditures:</b>								
<b>Instruction:</b>								
Salaries of teachers								
Other purchased services								
General supplies						495.		
Total instruction	11,773.	0.	0.	0.	0.	495.	0.	3,706.
<b>Support services:</b>								
Personal services-employee bene	2,025.							
Purchased prof/educ services		1,509.	8.		26,089.	1,626.	568.	
Supplies and materials								
Total support services	2,025.	1,509.	8.	0.	26,089.	1,626.	568.	0.
<b>Facilities acquisition &amp; const. serv:</b>								
Instructional equipment	0.	0.	0.	0.	0.	15,195.	0.	0.
Total facilities acquisition & const. serv.						15,195.	0.	0.
<b>Total expenditures</b>	\$ 13,798.	\$ 1,509.	\$ 8.	\$ 0.	\$ 26,089.	\$ 17,316.	\$ 568.	\$ 3,706.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	NJ				
	Pre-School Education Aid	Safety Grant	Totals 2011		
Revenues:					
Local sources	\$	\$ 2,583.	\$ 2,583.		
State sources	495.		495.		
Federal sources			62,994.		
Total revenues	<u>\$ 495.</u>	<u>\$ 0.</u>	<u>\$ 2,583.</u>	<u>\$ 66,072.</u>	
Expenditures:					
Instruction:					
Salaries of teachers	\$	\$	\$ 11,773.		
Other purchased services			4,201.		
General supplies	0.	0.	0.	15,974.	
Total instruction					
Support services:					
Personal services-employee bene			2,025.		
Purchased prof/educ services			29,800.		
Supplies and materials	495.		495.		
Total support services	<u>495.</u>	<u>0.</u>	<u>0.</u>	<u>32,320.</u>	
Facilities acquisition & const. serv:					
Instructional equipment	0.	0.	2,583.	17,778.	
Total facilities acquisition & const. serv.	<u>0.</u>	<u>0.</u>	<u>2,583.</u>	<u>17,778.</u>	
Total expenditures	<u>\$ 495.</u>	<u>\$ .</u>	<u>\$ 2,583.</u>	<u>\$ 66,072.</u>	

GREENWICH TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRE-SCHOOL EDUCATION AID  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Budgeted	Actual	Variance
Expenditures:			
Instruction:			
Salaries-teachers	\$	\$	\$
Total instruction	0.	0.	0.
Total expenditures	\$ 0.	\$ 0.	\$ 0.

Calculation of Budget and Carryover

Total revised 2011-2012 Pre-School Education Aid Allocation	\$ 0.
Add: Actual ECPA carryover (June 30, 2011)	16,122.
Add: Budgeted Transfer from the General Fund 2011-2012	0.
Total Pre-School Education Aid Funds Available for 2011-2012 Budget	16,122.
Less: 2011-2012 Budgeted Pre-School Education Aid Prior Year Budget C/O	0.
Available and Unbudgeted Pre-School Education Aid Funds as of June 30, 2012	16,122.
Add: June 30, 2012 Unexpended Pre-School Education Aid	0.
2011-2012 Carryover - Pre-School Education Aid/Pre-School	\$ 16,122.
2011-2012 Pre-School Ed Aid C/O Budgeted for Pre-School Pgms 2012-2013	\$ 0.

**CAPITAL PROJECTS FUND**

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

Revenues and Other Financing Sources	<u>\$</u>
Total revenues	<u>\$ 0.</u>
Expenditures and Other Financing Uses	<u>\$</u>
Total expenditures	<u>\$ 0.</u>
Excess (deficiency) of revenues over (under) expenditures	<u>0.</u>
Other sources (uses):	
Transfer to General Fund	<u>(2,406.)</u>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	<u>(2,406.)</u>
Fund balance - beginning	<u>2,406.</u>
Fund balance - ending	<u><u>\$ 0.</u></u>

GREENWICH TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
BOILER PROJECT  
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 - SCC Grant	\$ 10,212.	\$	\$ 10,212.	\$ 10,212.
Transfer from capital outlay	17,724.		17,724.	17,724.
Total revenues	27,936.	0.	27,936.	27,936.
Expenditures and Other Financing Uses:				
Construction services	25,530.		25,530.	25,530.
Total expenditures	25,530.	0.	25,530.	25,530.
Excess (deficiency) or revenues over (under) expenditures before other sources (uses)	2,406.		2,406.	2,406.
Other sources (uses):				
Transfer to General Fund		(2,406.)	(2,406.)	(2,406.)
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	\$ 2,406.	\$(2,406.)	\$ 0.	\$ 25,530.
Additional project information:				
Project Number	SP203331			
Grant Date	08/01/03			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 29,540.			
Additional Authorized Cost	\$ 0.			
Revised Authorized Cost	\$ 29,540.			
Percentage Increase Over Original Authorized Cost	0%			
Percentage Completion	100%			
Original Target Completion Date				
Revised Target Completion Date				

GREENWICH TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
YEAR ENDED JUNE 30, 2012

Description	Expenditures to Date			Unexpended Balance June 30, 2012
	Appropriations	Prior Year	Transfer to General Fund Current Year	
Boiler Replacement Project	\$29,540.	\$25,530.	\$(2,406.)	\$0.
Totals	\$29,540.	\$25,530.	\$(2,406.)	\$0.

## **PROPRIETARY FUNDS**

## **ENTERPRISE FUNDS**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
AS OF JUNE 30, 2012

	Food Service Fund
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 13,865.
Accounts receivable:	
Federal	621.
State	18.
Interfund	22.
Total current assets	\$ 14,526.
LIABILITIES:	
Current liabilities:	
Accounts payable	\$ 3,324.
Total current liabilities	3,324.
NET ASSETS:	
Unrestricted	11,202.
Total net assets and liabilities	\$ 14,526.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN FUND NET ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Food Service Fund</u>
OPERATING REVENUES:	
Charges for services:	
Daily sales-reimbursable programs	<u>\$ 15,474.</u>
Total operating revenues	<u>15,474.</u>
OPERATING EXPENSES:	
Cost of sales	31,783.
Salaries and employee benefits	19,379.
Supplies and materials	941.
Purchased services	<u>3,000.</u>
Total operating expenses	<u>55,103.</u>
Operating income/(loss)	<u>(39,629.)</u>
Nonoperating revenues:	
State sources:	
State school lunch program	552.
Federal sources:	
National school breakfast program	3,434.
National school lunch program	15,489.
Food distribution program	<u>2,494.</u>
Total nonoperating revenues	<u>21,969.</u>
Income/(loss) before contributions and transfers	(17,660.)
Transfers in/(out)	<u>22,379.</u>
Change in net assets	4,719.
Net assets - July 1	<u>6,483.</u>
Net assets - June 30	<u><u>\$ 11,202.</u></u>

GREENWICH TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Food Service Fund</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Receipts from customers	\$ 15,474.
Payments to employees	(19,379.)
Payments to suppliers	<u>(29,906.)</u>
Net cash provided (used) by operating activities	<u>(33,811.)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>	
State sources	512.
Federal sources	18,302.
Transfers	<u>22,379.</u>
Net cash provided by noncapital financing activities	<u>41,193.</u>
Net increase/(decrease) in cash and cash equivalents	7,382.
Cash and cash equivalents - July 1	<u>6,483.</u>
Cash and cash equivalents - June 30	<u><u>\$ 13,865.</u></u>
<b>Reconciliation of operating income/(loss) to net cash provided/(used) by operating activities:</b>	
Operating income/(loss)	\$(39,629.)
Adjustments to reconcile operating loss to cash provided (used) by operating activities:	
Federal commodities	<u>2,494.</u>
Change in assets and liabilities:	
Increase/(decrease) in accounts payable	<u>3,324.</u>
Net cash provided by (used) by operating activities	<u><u>\$(33,811.)</u></u>

**INTERNAL SERVICE FUND**

**N/A**

**FIDUCIARY FUND**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
AS OF JUNE 30, 2012

	Student Activity	Agency Fund	Unemployment Compensation Trust	Total
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 10,073.	\$ 32,986.	\$ 35,283.	\$ 78,342.
Due from Agency			1,898.	1,898.
<b>Total assets</b>	<b>\$ 10,073.</b>	<b>\$ 32,986.</b>	<b>\$ 37,181.</b>	<b>\$ 80,240.</b>
<b>LIABILITIES:</b>				
Payroll deductions and withholdings	\$	\$ 2,249.	\$	\$ 2,249.
Accrued salaries and wages		26,816.		26,816.
Due to student groups	10,073.			10,073.
Due to Unemployment		1,898.		1,898.
Interfund payable		2,023.	151.	2,174.
<b>Total liabilities</b>	<b>\$ 10,073.</b>	<b>\$ 32,986.</b>	<b>\$ 151.</b>	<b>\$ 43,210.</b>
<b>Net Assets</b>	<b>\$</b>	<b>\$</b>	<b>\$ 37,030.</b>	<b>\$ 37,030.</b>
<b>Total net assets and liabilities</b>	<b>\$ 0.</b>	<b>\$ 0.</b>	<b>\$ 37,181.</b>	<b>\$ 80,240.</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Unemployment Compensation	
	Trust	Total
ADDITIONS:		
Contributions:		
Plan member	\$ 916.	\$ 916.
Board	6,127.	6,127.
Total contributions	7,043.	7,043.
Total additions	7,043.	7,043.
DEDUCTIONS:		
Unemployment claims	5,804.	5,804.
Total deductions	5,804.	5,804.
Change in net assets	1,239.	1,239.
NET ASSETS, JULY 1	35,791.	35,791.
NET ASSETS, JUNE 30	\$ 37,030.	\$ 37,030.

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

	Cash Balance July 1, 2011	Cash Receipts	Cash Disbursements	Cash Balance June 30, 2012
Greenwich Elementary School	\$ 8,406.	\$ 5,083.	\$ 3,416.	\$ 10,073.
Total	\$ 8,406.	\$ 5,083.	\$ 3,416.	\$ 10,073.

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

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 24,368.	\$ 649,688.	\$ 641,070.	\$ 32,986.
<b>Total assets</b>	<b>\$ 24,368.</b>	<b>\$ 649,688.</b>	<b>\$ 641,070.</b>	<b>\$ 32,986.</b>
<b>LIABILITIES:</b>				
Net payroll	\$	\$ 352,788.	\$ 352,788.	\$
Payroll deductions and withholdings	7,562.	263,041.	268,354.	2,249.
Accrued salaries and wages	12,813.	26,816.	12,813.	26,816.
Due to Unemployment	659.	7,043.	5,804.	1,898.
Due to General	3,334.		1,311.	2,023.
<b>Total liabilities</b>	<b>\$ 24,368.</b>	<b>\$ 649,688.</b>	<b>\$ 641,070.</b>	<b>\$ 32,986.</b>

## **LONG-TERM DEBT**

**N/A**

## **STATISTICAL SECTION**

## **FINANCIAL TRENDS**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
NET ASSETS BY COMPONENT  
LAST NINE FISCAL YEARS  
*(Accrual Basis of Accounting)*

	FISCAL YEAR ENDING JUNE 30.								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Governmental Activities:</b>									
Invested in capital assets, net of related debt	\$ 54,817.	\$ 43,139.	\$ 39,540.	\$ 36,163.	\$ 34,552.	\$ 49,608.	\$ 48,646.	\$ 45,409.	\$ 55,688.
Restricted	2,416.	22,416.	55,527.	25,129.	30,607.	58,519.	56,934.	54,623.	50,285.
Unrestricted	43,902.	67,417.	46,347.	133,802.	150,935.	91,936.	142,672.	233,135.	276,466.
<b>Total governmental activities net assets</b>	<b>\$ 101,135.</b>	<b>\$ 132,972.</b>	<b>\$ 141,414.</b>	<b>\$ 195,094.</b>	<b>\$ 216,094.</b>	<b>\$ 200,063.</b>	<b>\$ 248,252.</b>	<b>\$ 333,167.</b>	<b>\$ 382,439.</b>
<b>Business-Type Activities:</b>									
Unrestricted	10,715.	10,295.	8,903.	5,273.	2,380.	2,159.	4,864.	6,483.	11,202.
<b>Total business-type activities net assets</b>	<b>\$ 10,715.</b>	<b>\$ 10,295.</b>	<b>\$ 8,903.</b>	<b>\$ 5,273.</b>	<b>\$ 2,380.</b>	<b>\$ 2,159.</b>	<b>\$ 4,864.</b>	<b>\$ 6,483.</b>	<b>\$ 11,202.</b>
<b>District-Wide:</b>									
Invested in capital assets, net of related debt	\$ 54,817.	\$ 43,139.	\$ 39,540.	\$ 36,163.	\$ 34,552.	\$ 49,608.	\$ 48,646.	\$ 45,409.	\$ 55,688.
Restricted	2,416.	22,416.	55,527.	25,129.	30,607.	58,519.	56,934.	54,623.	50,285.
Unrestricted	54,617.	77,712.	55,250.	139,075.	153,315.	94,095.	147,536.	239,618.	287,668.
<b>Total District Net Assets</b>	<b>\$ 111,850.</b>	<b>\$ 143,267.</b>	<b>\$ 150,317.</b>	<b>\$ 200,367.</b>	<b>\$ 218,474.</b>	<b>\$ 202,222.</b>	<b>\$ 253,116.</b>	<b>\$ 339,650.</b>	<b>\$ 393,641.</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST NINE FISCAL YEARS  
(Accrual Basis of Accounting)

	Fiscal Year Ending June 30,								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Expenses</b>									
Governmental activities									
Instruction:									
Regular	\$ 481,027.	\$ 494,496.	\$ 503,321.	\$ 559,918.	\$ 532,608.	\$ 525,117.	\$ 430,502.	\$ 363,910.	\$ 415,319.
Special education	55,452.	63,255.	67,627.	68,637.	82,887.	127,724.	110,070.	122,716.	82,762.
Other special instruction	9,327.	13,626.	21,522.	12,941.	24,583.	16,084.	33,871.	44,674.	17,878.
Other instruction	3,126.	3,766.	2,415.	1,607.	3,194.	3,410.	1,200.	465.	
Support Services:									
Tuition	11,694.	25,749.	44,599.	25,362.	45,963.	59,882.	30,973.	3,952.	17,385.
Student & instruction related services	99,876.	105,885.	120,563.	77,877.	104,825.	92,486.	111,349.	161,999.	169,286.
School administrative services	78,703.	80,831.	42,835.	21,775.	26,462.	23,927.	9,514.	7,651.	6,312.
General & business administrative services	93,025.	96,554.	73,219.	85,876.	76,731.	81,047.	69,899.	74,311.	73,087.
Plant operations & maintenance	109,608.	98,402.	122,677.	141,512.	135,720.	163,556.	209,135.	212,511.	241,329.
Pupil transportation	39,946.	36,290.	57,427.	44,473.	72,528.	57,453.	58,105.	38,385.	38,391.
Employee benefits	250,633.	256,700.	268,707.	336,821.	323,262.	252,439.	272,779.	234,336.	239,964.
State debt service assessment								111.	64.
Total governmental activities expenses	1,232,417.	1,277,554.	1,324,912.	1,376,799.	1,428,763.	1,403,125.	1,337,397.	1,265,021.	1,301,777.
Business-type activities:									
Food service	32,808.	33,067.	46,249.	46,548.	48,535.	47,899.	47,857.	53,683.	55,103.
Child care	8,571.	8,678.	7,597.	10,231.	7,961.	83.			
Total business-type activities expense	41,379.	41,745.	53,846.	56,779.	56,496.	47,982.	47,857.	53,683.	55,103.
Total district expenses	\$ 1,273,796.	\$ 1,319,299.	\$ 1,378,758.	\$ 1,433,578.	\$ 1,485,259.	\$ 1,451,107.	\$ 1,385,254.	\$ 1,318,704.	\$ 1,356,880.
<b>Program Revenues</b>									
Governmental Activities:									
Operating grants & contributions	83,522.	86,514.	102,326.	157,362.	160,733.	89,931.	86,029.	75,791.	89,829.
Total governmental activities program revenues	83,522.	86,514.	102,326.	157,362.	160,733.	89,931.	86,029.	75,791.	89,829.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST NINE FISCAL YEARS  
(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Business-type activities:</b>									
Charges for services:									
Food service	12,471.	11,509.	10,683.	10,081.	11,528.	12,183.	12,787.	12,175.	15,473.
Child study team	11,308.	9,522.	7,095.	6,190.	6,127.				
Operating grants & contributions	9,114.	8,808.	8,985.	10,521.	10,911.	9,670.	13,958.	19,259.	21,969.
Total business type activities program revenues	32,893.	29,839.	26,763.	26,792.	28,566.	21,853.	26,745.	31,434.	37,442.
Total district program revenues	\$ 116,415.	\$ 116,353.	\$ 129,089.	\$ 184,154.	\$ 189,299.	\$ 111,784.	\$ 112,774.	\$ 107,225.	\$ 127,271.
<b>Net (Expense)/Revenue</b>									
Governmental activities	\$(1,148,895.)	\$(1,191,040.)	\$(1,222,586.)	\$(1,219,437.)	\$(1,268,030.)	\$(1,313,194.)	\$(1,251,368.)	\$(1,189,230.)	\$(1,211,948.)
Business-type activities	(8,486.)	(11,906.)	(27,083.)	(29,987.)	(27,930.)	(26,129.)	(21,112.)	(22,249.)	(17,661.)
Total district-wide net expense	\$(1,157,381.)	\$(1,202,946.)	\$(1,249,669.)	\$(1,249,424.)	\$(1,295,960.)	\$(1,339,323.)	\$(1,272,480.)	\$(1,211,479.)	\$(1,229,609.)
<b>General Revenues &amp; Other Changes in Net Assets</b>									
Governmental activities:									
Property taxes levied for general purposes, net	\$ 658,050.	\$ 666,041.	\$ 713,439.	\$ 745,271.	\$ 766,582.	\$ 797,245.	\$ 811,917.	\$ 818,170.	\$ 787,268.
Grants and contributions	519,540.	531,115.	504,901.	506,316.	519,262.	498,456.	494,534.	466,556.	485,743.
Tuition received	34,063.	42,114.	52,024.	35,862.	16,200.	20,750.	6,645.	6,371.	3,200.
Investment earnings	129.	814.	129.	9,832.	7,168.	1,293.	464.	717.	826.
Miscellaneous income	100.	1,411.	4,008.	2,193.	5,304.	5,328.	9,814.	6,199.	6,563.
Capital lease addition	(6,080.)	(7,132.)	(17,653.)						
Special item-loss on disposal of equipment			(17,653.)						
Prior year adjustment			(25,691.)	(26,357.)	(25,486.)	(25,909.)	(23,817.)	(23,868.)	(22,380.)
Transfers	(11,224.)	(11,486.)	(25,691.)	(26,357.)	(25,486.)	(25,909.)	(23,817.)	(23,868.)	(22,380.)
Total governmental activities	1,194,578.	1,222,877.	1,231,028.	1,273,117.	1,289,030.	1,297,163.	1,299,557.	1,274,145.	1,261,220.
<b>Business-type activities:</b>									
Transfers	11,224.	11,486.	25,691.	26,357.	25,486.	25,909.	23,817.	23,868.	22,380.
Total business-type activities	11,224.	11,486.	25,691.	26,357.	25,486.	25,909.	23,817.	23,868.	22,380.
Total district-wide	\$ 1,205,802.	\$ 1,234,363.	\$ 1,256,719.	\$ 1,299,474.	\$ 1,314,516.	\$ 1,323,072.	\$ 1,323,374.	\$ 1,298,013.	\$ 1,283,600.
<b>Change in net assets</b>									
Governmental activities	45,683.	31,837.	8,442.	53,680.	21,000.	(16,031.)	48,189.	84,915.	49,272.
Business-type activities	2,738.	(420.)	(1,392.)	(3,630.)	(2,444.)	(220.)	2,705.	1,619.	4,719.
Audit adjustment				(449.)					
Total district	\$ 48,421.	\$ 31,417.	\$ 7,050.	\$ 50,050.	\$ 18,107.	\$(16,251.)	\$ 50,894.	\$ 86,534.	\$ 53,991.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS  
 LAST NINE FISCAL YEARS  
*(Modified Accrual Basis of Accounting)*

	Fiscal Year Ending June 30.								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund									
Reserved	\$ 69.	\$ 45,092.	\$ 53,121.	\$ 22,723.	\$ 28,201.	\$ 56,113.	\$ 54,528.	\$ 110,217.	\$ 158,185.
Unreserved	84,202.	82,218.	83,058.	172,245.	187,826.	126,015.	190,416.	211,074.	205,407.
Total general fund	\$ 84,271.	\$ 127,310.	\$ 136,179.	\$ 194,968.	\$ 216,027.	\$ 182,128.	\$ 244,944.	\$ 321,291.	\$ 363,592.
All Other Governmental Funds									
Unreserved, reported in:									
Special revenue fund	\$(4,018.)	\$(4,018.)	\$(4,018.)	\$(4,018.)	\$(4,018.)	\$(1,498.)	\$(1,548.)	\$(1,548.)	\$(1,548.)
Capital projects fund	2,406.	2,406.	2,406.	2,406.	2,406.	2,406.	2,406.	2,406.	2,406.
Total all other governmental funds	\$(1,612.)	\$(1,612.)	\$(1,612.)	\$(1,612.)	\$(1,612.)	\$ 908.	\$ 858.	\$ 858.	\$ 0.

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Tax levy	\$ 570,877.	\$ 658,050.	\$ 666,041.	\$ 713,439.	\$ 745,271.	\$ 766,582.	\$ 797,245.	\$ 811,917.	\$ 818,170.	\$ 787,268.
Tuition charges	20,772.	34,063.	42,114.	52,024.	35,862.	16,200.	20,750.	6,645.	6,371.	3,200.
Interest earnings	304.	129.	814.		9,832.	7,168.	1,293.	464.	717.	826.
Miscellaneous	1,460.	100.	1,411.	4,008.	2,193.	5,304.	5,328.	9,814.	6,199.	6,563.
State sources	474,514.	538,454.	534,716.	547,055.	602,118.	628,715.	550,125.	506,269.	482,219.	512,578.
Federal sources	50,209.	64,608.	82,913.	60,172.	61,560.	51,280.	38,262.	74,294.	60,128.	62,994.
<b>Total revenue</b>	<b>1,118,136.</b>	<b>1,295,404.</b>	<b>1,328,009.</b>	<b>1,376,698.</b>	<b>1,456,836.</b>	<b>1,475,249.</b>	<b>1,413,003.</b>	<b>1,409,403.</b>	<b>1,373,804.</b>	<b>1,373,429.</b>
<b>Expenditures</b>										
<b>Instruction:</b>										
Regular instruction	424,009.	477,145.	491,344.	500,491.	557,117.	530,323.	523,629.	429,344.	362,615.	413,353.
Special education instruction	50,418.	54,562.	62,467.	66,920.	67,937.	82,316.	127,352.	109,780.	122,391.	82,270.
Other special instruction	6,695.	9,327.	13,626.	21,522.	12,941.	24,583.	16,084.	33,871.	44,674.	17,878.
School sponsored/other instruction	2,575.	3,126.	3,766.	2,415.	1,607.	3,194.	3,410.	1,200.	465.	
<b>Support Services:</b>										
Tuition	61,049.	11,694.	25,749.	44,599.	25,362.	45,963.	59,882.	30,973.	3,952.	17,385.
Student & instruction related services	44,203.	99,876.	105,885.	120,563.	77,877.	104,825.	92,486.	111,349.	161,999.	169,286.
General administration	65,362.	63,898.	95,372.	72,158.	84,826.	75,874.	64,174.	54,021.	60,138.	61,724.
School administration services	71,388.	77,423.	79,649.	41,774.	20,725.	25,605.	23,369.	9,079.	7,166.	5,575.
Central services							16,315.	15,443.	13,688.	10,626.
Plant operations & maintenance	90,548.	108,046.	100,160.	124,737.	143,736.	138,679.	165,098.	208,555.	211,864.	240,345.
Pupil transportation	65,678.	39,946.	38,290.	57,427.	44,473.	72,528.	57,453.	58,105.	38,385.	38,391.
Other support services	59,339.	27,847.								
Employee benefits	188,445.	248,903.	257,176.	271,879.	335,089.	324,814.	252,731.	259,164.	246,141.	237,514.
Special schools										
Capital outlay		43,430.					16,490.	1,936.	111.	15,259.
<b>Total expenditures</b>	<b>1,129,709.</b>	<b>1,265,223.</b>	<b>1,273,484.</b>	<b>1,324,485.</b>	<b>1,371,690.</b>	<b>1,428,704.</b>	<b>1,418,473.</b>	<b>1,322,820.</b>	<b>1,273,589.</b>	<b>1,309,606.</b>

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Excess (deficiency) of revenues over/(under) expenditures	\$(11,573.)	\$ 30,181.	\$ 54,525.	\$ 52,213.	\$ 85,146.	\$ 46,545.	\$(5,470.)	\$ 86,583.	\$ 100,215.	\$ 63,823.
Other Financing Sources/(Uses):		10,740.		(17,653.)						
Capital leases (non-budgeted)										
Prior year adjustment		17,724.								
Transfers in	(10,751.)	(28,948.)	(11,486.)	(25,691.)	(26,357.)	(25,486.)	(25,909.)	(23,817.)	(23,868.)	(22,380.)
Transfers out										
Total other financing sources/(uses)	(10,751.)	(484.)	(11,486.)	(43,344.)	(26,357.)	(25,486.)	(25,909.)	(23,817.)	(23,868.)	(22,380.)
Net change in fund balances	\$(22,324.)	\$ 29,697.	\$ 43,039.	\$ 8,869.	\$ 58,789.	\$ 21,059.	\$(31,379.)	\$ 62,766.	\$ 76,347.	\$ 41,443.
Debt Service as a Percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: District records

GREENWICH TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30	Tuition	Interest on Investments	Prior Year Refunds/ Rebates	Misc.	Total
2003	\$ 20,772.	\$ 304.	\$	\$ 1,460.	\$ 22,536.
2004	34,063.	129.		100.	34,292.
2005	42,114.	814.		1,411.	44,339.
2006	52,024.			4,008.	56,032.
2007	35,862.	9,832.		2,193.	47,887.
2008	16,200.	7,168.		5,304.	28,672.
2009	20,750.	1,293.		5,328.	27,371.
2010	6,645.	464.		9,814.	16,923.
2011	6,371.	717.		6,199.	13,287.
2012	3,200.	826.		6,563.	10,589.

Source: District records

## **REVENUE CAPACITY**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
UNAUDITED

Year	Net Assessed Valuation Taxable	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2002	\$ 36,015,491.	\$ 44,432,435.	81.06%
2003	36,451,520.	49,245,352.	74.02%
2004	62,079,954.	52,707,942.	117.78%
2005	61,732,103.	52,433,375.	117.73%
2006	61,795,059.	58,383,194.	105.84%
2007	62,572,212.	69,173,486.	90.46%
2008	63,006,214.	73,216,059.	86.06%
2009	63,006,369.	74,274,473.	84.83%
2010	63,075,566.	72,565,942.	86.92%
2011	63,271,494.	69,359,566.	91.22%

Source: Abstract of Ratables, County Board of Taxation

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

Fiscal Year Ended June 30,	Greenwich Township School Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	General	Obligation	(From J-6) Total Direct	Cumberland Regional School District	Greenwich Township	Cumberland County	
2002	\$ 1.586	N/A	\$ 1.586	\$ 0.808	\$ 0.344	\$ 1.177	\$ 3.915
2003	1.806	N/A	1.806	0.848	0.395	1.310	4.359
2004	1.073	N/A	1.073	0.484	0.256	0.822	2.635
2005	1.156	N/A	1.156	0.484	0.286	0.883	2.809
2006	1.207	N/A	1.207	0.522	0.319	0.982	3.030
2007	1.226	N/A	1.226	0.646	0.379	1.093	3.334
2008	1.266	N/A	1.266	0.506	0.380	1.105	3.257
2009	1.289	N/A	1.289	0.475	0.410	1.054	3.228
2010	1.298	N/A	1.298	0.554	0.436	1.053	3.341
2011	1.245	N/A	1.245	0.527	0.446	1.052	3.270

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 pre-budget year net budget by more than the spending growth limitation calculated as follows: the pre-budget 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

GREENWICH TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
PSE&G	\$ 3,500,100.	1	5.53%	\$		
Arnold Gifford - Hancock Harbor	978,500.	2	1.55%	424,400.	5	1.18%
Marvin Hitchner, III	957,900.	3	1.51%			
Taxpayer 1	894,800.	4	1.41%			
TJK Landholdings, LLC	798,100.	5	1.26%			
Taxpayer 2	746,200.	6	1.18%			
Taxpayer 3	582,900.	7	0.92%			
Taxpayer 4	575,600.	8	0.91%			
Taxpayer 5	497,300.	9	0.79%			
Taxpayer 6	472,500.	10	0.75%			
Connectiv				1,970,395.	1	5.47%
Taxpayer 7				593,200.	2	1.65%
Pete & Hitch Realty Co., Inc.				462,600.	3	1.28%
Taxpayer 8				454,300.	4	1.26%
Taxpayer 9				359,400.	6	1.00%
Taxpayer 10				336,700.	7	0.93%
Taxpayer 11				332,000.	8	0.92%
Taxpayer 12				290,481.	9	0.81%
Taxpayer 13				281,300.	10	0.78%
Total	<u>\$ 10,003,900.</u>		<u>15.81%</u>	<u>\$ 5,504,776.</u>		<u>15.28%</u>

**Source:** Municipal Tax Assessor

GREENWICH TOWNSHIP SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Taxes Levied For The Fiscal Year	Collected Within the Fiscal Year of the Levy (a)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2003	\$ 570,877.	\$ 570,877.	100.00%	\$
2004	658,050.	658,050.	100.00%	
2005	666,041.	666,041.	100.00%	
2006	713,439.	713,439.	100.00%	
2007	745,271.	745,271.	100.00%	
2008	766,582.	766,582.	100.00%	
2009	797,245.	797,245.	100.00%	
2010	811,917.	811,917.	100.00%	
2011	818,170.	818,170.	100.00%	
2012	787,268.	787,268.	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.

## **DEBT CAPACITY**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Governmental Activities			Bond Anticipation Notes (BANS)	Business-Type Activities Capital Leases	Total District	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Certificates of Participation	Capital Leases					
2003	\$	\$	\$	\$	\$	\$	0.00%	\$
2004			16,820.		16,820.	16,820.	0.08%	20.
2005			13,487.		13,487.	13,487.	0.06%	16.
2006			10,012.		10,012.	10,012.	0.04%	12.
2007			6,388.		6,388.	6,388.	0.03%	7.
2008			2,287.		2,287.	2,287.	0.01%	3.
2009							0.00%	
2010							0.00%	
2011							0.00%	
2012							0.00%	

Note: 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.
- b Includes Early Retirement Incentive Plan (ERIP) refunding

GREENWICH TOWNSHIP SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value (a) of Property	Per Capita (b)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		

No general bonded debt outstanding for the previous ten years.

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

- (a) See Exhibit J-6 for property tax data.
- (b) Population data can be found in Exhibit J-14

GREENWICH TOWNSHIP SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2012

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
<b>Debt Repaid With Property Taxes:</b>			
Greenwich Township	\$	100.000%	\$
County of Cumberland - Township's Share	67,721,951.	0.754%	510,624.
<b>Other Debt</b>			
Cumberland Regional School District - Township's Share	492,856.	100.000%	492,856.
Subtotal, Overlapping Debt			1,003,480.
Greenwich Township School District Direct Debt			0.
<b>Total Direct &amp; Overlapping Debt</b>			<u><u>\$ 1,003,480.</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by 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 Greenwich Township. 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.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

	FISCAL YEAR									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt Limit	\$ 1,226,686.	\$ 1,305,263.	\$ 1,433,097.	\$ 1,611,290.	\$ 1,767,759.	\$ 1,967,649.	\$ 2,126,880.	\$ 2,167,155.	\$ 2,164,570.	\$ 2,250,078.
Total Net Debt Applicable to Limit	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
Legal Debt Margin	\$ 1,226,686.	\$ 1,305,263.	\$ 1,433,097.	\$ 1,611,290.	\$ 1,767,759.	\$ 1,967,649.	\$ 2,126,880.	\$ 2,167,155.	\$ 2,164,570.	\$ 2,250,078.
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2012

Equalized Valuation Basis	
2011	\$ 85,295,279.
2010	68,208,469.
2009	<u>71,504,046.</u>
	<u>\$ 225,007,794.</u>
Average Equalized Valuation of Taxable Property	\$ 75,002,598.
Debt Limit (3 % of Average Equalization Value)	2,250,078. (a)
Total Net Debt Applicable to Limit	<u>0.</u>
Legal Debt Margin	<u>\$ 2,250,078.</u>

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 NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

**DEMOGRAPHIC AND ECONOMIC  
INFORMATION**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS

Year	Population (a)	Per Capita		Unemployment Rate (d)
		Personal Income (b)	Personal Income (c)	
2002	845	\$ 21,726,640.	\$ 26,712.	7.40%
2003	856	22,321,912.	26,077.	7.50%
2004	870	23,417,790.	26,917.	5.80%
2005	873	24,574,077.	28,149.	2.80%
2006	893	25,748,762.	28,834.	2.80%
2007	886	26,224,714.	29,599.	2.90%
2008	883	28,009,643.	31,721.	3.60%
2009	897	28,593,669.	31,877.	6.40%
2010	804	27,261,228.	33,907.	6.30%
2011	808	N/A	N/A	7.90%

**Source:**

- a Population information provided by the NJ Dept of Labor and Workforce Development
- b Personal income has been estimated based upon the municipal population and per capita personal income presented
- c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis
- d Unemployment data provided by the NJ Dept. of Labor and Workforce Development

GREENWICH TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO

Employer	2012			2002		
	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank (Optional)	Percentage of Total Municipal Employment

NO INFORMATION IS AVAILABLE

Source:

## **OPERATING INFORMATION**

GREENWICH TOWNSHIP SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Instruction:										
Regular	9	9	9	9	9	9	8	8	8	8
Special Education	1	2	2	2	2	2	2	2	1	1
Other Special Education			1	1	1	1	1	1	0	0
Other Instruction		1								
Support Services:										
General Administrative Services	1	1	1	1	1	1	1	1	1	1
School Administrative Services	1	1	1	1	1	1	1	1	1	1
Food Service	1	1	1	1	1	1	1	1	1	1
Child Care	1	1	1	1	1	1	0	0	0	0
<b>Total</b>	<b>14</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>14</b>	<b>14</b>	<b>12</b>	<b>12</b>

Source: District Personnel Records

GREENWICH TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS

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					
2003	98	\$ 1,129,709.	\$ 11,528.	(2.55)%	10	1:9.80		98.3	93.2	14.44%	94.81%
2004	92	1,221,793.	13,280.	15.20%	11	1:8.40		93.8	89.9	(4.58)%	95.84%
2005	88	1,273,484.	14,471.	8.97%	11	1:8.00		87.2	82.9	(7.04)%	95.07%
2006	86	1,324,485.	15,401.	6.42%	11	1:7.80		86.0	80.7	(1.38)%	93.84%
2007	78	1,371,690.	17,586.	14.19%	11	1:7.09		78.7	74.0	(8.49)%	94.03%
2008	81	1,428,704.	17,638.	0.30%	13	1:09		80.7	76.5	2.54%	94.80%
2009	81	1,427,892.	17,628.	(0.06)%	11	1:09		81.3	77.5	0.74%	95.33%
2010	68	1,320,884.	19,425.	10.19%	10	1:07		68.8	65.2	(15.38)%	94.77%
2011	76	1,273,478.	16,756.	(13.74)%	9	1:8.4		75.9	72.9	10.32%	96.10%
2012	79	1,294,347.	16,384.	(2.23)%	9	1:8.7		78.2	73.7	3.03%	94.25%

Sources: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

GREENWICH TOWNSHIP BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS

District Building	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>Elementary:</u>										
Morris Goodwin Elementary					18,216	18,216	18,216	18,216	18,216	18,216
Square Feet					225	225	225	225	225	225
Capacity (Students)					78	81	81	68	76	78
Enrollment										

Number of Schools at June 30, 2012:  
 Elementary = 1

Source: District records, ASSA

Note: Year of original construction is shown in parentheses. LRFP was used to obtain district capacity.  
 Enrollment is based on the annual October district count.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS

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

\*School Facilities

Project #(s)	Morris Goodwin	Total
2003	\$ 5,395.	\$ 5,395.
2004	14,197.	14,197.
2005	4,214.	4,214.
2006	17,798.	17,798.
2007	37,699.	37,699.
2008	21,496.	21,496.
2009	46,548.	46,548.
2010	90,072.	90,072.
2011	92,686.	92,686.
2012	10,626.	10,626.
Total School Facilities	\$ 340,731.	\$ 340,731.

\* 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

GREENWICH TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2012  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - NJSBAIG		
Property-Blanket Building & Contents	\$500,000,000.	\$ 1,000.
Blanket Extra Expense	50,000,000.	1,000.
Blanket Valuable Papers & Records	10,000,000.	1,000.
Terrorism	1,000,000.	
Electronic Data Processing	50,000.	1,000.
Comprehensive General Liability	6,000,000.	
Comprehensive Automobile Liability	6,000,000.	
Employee Benefits Program	6,000,000.	1,000.
Equipment Breakdown	100,000,000.	1,000.
Earthquake	50,000,000.	
Workers' Compensation	2,000,000.	
Commercial Crime - NJSBAIG	Not Covered	
Treasurer's Bond - Mary Jane Lake	115,000.	
Board Secretary's Bond - Gary Moore	10,000.	
School Board Errors and Omissions	1,000,000.	5,000.
Student Accident Insurance	1,000,000.	
Blanket Accident and Health	100,000.	
Employee Theft Crime	7,500.	100.
Source: District records		

## **SINGLE AUDIT SECTION**



## Triantos & Delp

CERTIFIED PUBLIC ACCOUNTANTS, LLC

*Thinking ahead to  
achieve success.*

MEMBERS:

- American Institute of Certified Public Accountants
- New Jersey Society of Certified Public Accountants

Wayne H. Triantos, CPA  
Samuel A. Delp, Jr., CPA

K-1

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

Honorable President and  
Members of the Board of Education  
Greenwich Township School District  
County of Cumberland, New Jersey

We have audited the financial statements of the Board of Education of the Greenwich Township School District in the County of Cumberland, State of New Jersey, as of and for the fiscal year ended June 30, 2012, and have issued our report thereon dated August 20, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance and Regulatory Compliance, Department of Education, State of New Jersey.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Greenwich Township Board of Education's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Greenwich Township Board of Education's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Greenwich Township 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 Greenwich Township Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain



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K-1

Compliance and Other Matters (Continued)

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

We noted certain matters that we reported to the Board of Education of the Greenwich Township School District in a separate report entitled, *Auditors' Management Report on Administrative Findings – Financial, Compliance and Performance* dated August 20, 2012.

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

Respectfully submitted,

Samuel A. Delp, Jr.  
Public School Accountant, #745  
Triantos & Delp  
Certified Public Accountants, LLC

August 20, 2012



## Triantos & Delp

CERTIFIED PUBLIC ACCOUNTANTS, LLC

*Thinking ahead to  
achieve success.*

MEMBERS:

- American Institute of Certified Public Accountants
- New Jersey Society of Certified Public Accountants

Wayne H. Triantos, CPA  
Samuel A. Delp, Jr., CPA

K-2

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133 AND  
NEW JERSEY OMB CIRCULAR 04-04

Honorable President and  
Members of the Board of Education  
Greenwich Township School District  
County of Cumberland, New Jersey

### Compliance

We have audited the compliance of the Board of Education of the Greenwich Township School District, in the County of Cumberland, 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 State Aid/Grant Compliance Supplement* that are applicable to each of its major state programs for the fiscal year ended June 30, 2012. Greenwich Township Board of Education's major 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 state programs is the responsibility of the Greenwich Township Board of Education's management. Our responsibility is to express an opinion on the Greenwich Township 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; the audit requirements as prescribed by the Division of Finance and Regulatory Compliance, Department of Education, State of New Jersey; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Greenwich Township 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 of the Greenwich Township Board of Education's compliance with those requirements.

In our opinion, the Board of Education of the Greenwich Township School District, in the County of Cumberland, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the fiscal year ended June 30, 2012.



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K-2

Internal Control Over Compliance

The management of the Board of Education of the Greenwich Township School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Greenwich Township Board of Education's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Greenwich Township 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 internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

Respectfully submitted,

Samuel A. Delp, Jr.  
Public School Accountant, #745  
Triantos & Delp  
Certified Public Accountants, LLC

August 20, 2012

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

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA No.	Grant or State Project Number	Program or Award Amount	Grant Period From/To	Balance 6/30/2011	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' 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:			\$ 15,418.		\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 0.	\$ 0.
Education Jobs Fund	84.410A												
Total General Fund													
Special Revenue Fund:													
Title I, Part A	84.010	NCLB-182012	13,622.	9/1/11-8/31/12		5,875.	4,814.	(13,798.)			(3,109.)		
Title I, Part A	84.010	NCLB-182011	12,396.	9/1/10-8/31/11	(4,116.)	(5,875.)	9,991.						
Title I, Part A	84.389A	NCLB-182010	3,980.	7/1/09-8/31/11									
Title I, ARRA	84.168	NCLB-182012	2,165.	9/1/11-8/31/12	(394.)	4,709.	237.	(1,509.)	(4,472.)		(1,272.)		
Title II, Part A	84.168	NCLB-182011	4,709.	9/1/10-8/31/11		(4,709.)			4,866.				
Title II, Part A	84.168	NCLB-182012		9/1/11-8/31/12		8.		(8.)	(8.)		(8.)		
Title II, Part D	84.168	NCLB-182011	8.	9/1/10-8/31/11	120.	(8.)			(112.)				
Title II, Part D	84.168	NCLB-182012		9/1/10-8/31/11	119.				(119.)				
Title IV	84.391A	FT-182010	17,316.	7/1/09-8/31/11		7,186.	17,316.	(17,316.)					
I.D.E.A. Part A Basic ARRA	84.027	FT-182012	19,166.	9/1/11-8/31/12		19,166.	19,166.	(26,089.)				263.	
I.D.E.A. Part A Basic	84.027	FT-182011	35,055.	9/1/10-8/31/11		(7,186.)	7,186.						
I.D.E.A. Part A Basic	84.176	PS-182012	568.	9/1/11-8/31/12			568.	(568.)					
REAP	84.358A		16,935.	7/1/09-9/30/10	1,646.		3,706.	(3,706.)					1,646.
REAP	84.358A		17,121.	7/1/10-9/30/11									
REAP	84.358A		14,362.	7/1/11-9/31/12									
Total Special Revenue Fund					(2,625.)	0.	62,984.	(62,994.)	155.	0.	(4,389.)	263.	1,646.
U.S. Department of Agriculture Passed through State Department of Education Enterprise Fund													
Food Distribution Program	10.550	N/A	2,494.	7/1/11-6/30/12			2,494.	(2,494.)					
National School Breakfast Progra	10.553	N/A	3,434.	7/1/11-6/30/12			3,336.	(3,434.)			(98.)		
National School Lunch Program	10.555	N/A	15,489.	7/1/11-6/30/12			14,966.	(15,489.)			(523.)		
Total Enterprise Fund					0.	0.	20,796.	(21,417.)	0.	0.	(621.)	0.	0.
Total Federal Awards					\$(2,625.)	\$ 0.	\$ 83,780.	\$(64,411.)	\$ 155.	\$ 0.	\$(5,010.)	\$ 263.	\$ 1,646.

The Accompanying Notes to the Schedule of Expenditures of Federal Awards and Financial Assistance are an Integral Part of this Schedule

GREENWICH TOWNSHIP 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.	Program or Award Amount	Grant Period From/To	Balance at June 30, 2011		Cash Received	Budgetary Expenditures	Adjustments
				Deferred Rev. (Accounts Receivable)	Carryover/ (Walkover) Amount			
State Dept. of Education:								
General Fund:								
Categorical Spec Ed Aid	12-495-034-5120-089	\$33,103.	7/1/11-6/30/12	\$	\$	\$33,103.	\$(33,103.)	\$
Equalization Aid	12-495-034-5120-083	152,256.	7/1/11-6/30/12			152,256.	(152,256.)	
Categorical Security Aid	12-495-034-5120-084	6,558.	7/1/11-6/30/12			6,558.	(6,558.)	
Adjustment Aid	12-495-034-5120-085	219,484.	7/1/11-6/30/12			219,484.	(219,484.)	
Categorical Trans Aid	12-495-034-5120-014	14,021.	7/1/11-6/30/12			14,021.	(14,021.)	
On-Behalf TPAF Pens Con	12-495-034-5095-001	52,222.	7/1/11-6/30/12			52,222.	(52,222.)	
Reimb. TPAF Soc Sec	12-495-034-5095-002	37,607.	7/1/11-6/30/12			37,607.	(37,607.)	
Additional Non-Public Trans	12-495-034-5120	777.	7/1/11-6/30/12	(951.)			(777.)	
Additional Non-Public Trans	11-495-034-5120	951.	7/1/10-6/30/11			951.		
<b>Total General Fund</b>				(951.)	0.	516,202.	(516,028.)	0.
Special Revenue Fund:								
Pre-School Educ Aid	11-495-034-5120-086	15,477.	7/1/10-6/30/11	16,122.				
Character Education	05-495-034-5120-053		7/1/05-6/30/06	3,665.			(495.)	
<b>Total Special Revenue Fund</b>				19,787.	0.	0.	(495.)	0.
State Dept. of Agriculture:								
Enterprise Fund:								
Nat'l School Lunch Pgm-State	12-100-010-3350-023	552.	7/1/11-6/30/12			535.	(552.)	
<b>Total Enterprise Fund</b>				0.	0.	535.	(552.)	0.
<b>Total State Financial Assistance</b>				\$18,836.	\$0.	\$516,737.	\$(517,075.)	\$0.

The Accompanying Notes to the Schedule of Expenditures of Federal Awards and Financial Assistance are an Integral Part of this Schedule

GREENWICH TOWNSHIP 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.	Program or Award Amount	Grant Period From/To	Balance at June 30, 2012			MEMO	
				(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expend.
State Dept. of Education:								
General Fund:								
Categorical Spec Ed Aid	12-495-034-5120-089	\$33,103.	7/1/11-6/30/12	\$	\$	\$	\$3,310.	\$ 33,103.
Equalization Aid	12-495-034-5120-083	152,256.	7/1/11-6/30/12				15,226.	152,256.
Categorical Security Aid	12-495-034-5120-084	6,558.	7/1/11-6/30/12				656.	6,558.
Adjustment Aid	12-495-034-5120-085	219,484.	7/1/11-6/30/12				24,776.	219,484.
Categorical Trans Aid	12-495-034-5120-014	14,021.	7/1/11-6/30/12				1,402.	14,021.
On-Behalf TPAF Pens Con	12-495-034-5095-001	52,222.	7/1/11-6/30/12					52,222.
Reimb. TPAF Soc Sec	12-495-034-5095-002	37,607.	7/1/11-6/30/12	(777.)				37,607.
Additional Non-Public Trans	12-495-034-5120	777.	7/1/11-6/30/12					777.
Additional Non-Public Trans	11-495-034-5120	951.	7/1/10-6/30/11					
Total General Fund				(777.)	0.	0.	45,370.	516,028.
Special Revenue Fund:								
Pre-School Educ Aid	11-495-034-5120-086	15,477.	7/1/10-6/30/11		16,122.			
Character Education	05-495-034-5120-053		7/1/05-6/30/06		3,170.			495.
Total Special Revenue Fund				0.	19,292.	0.	0.	495.
State Dept. of Agriculture:								
Enterprise Fund:								
Nat'l School Lunch Prgm-State	12-100-010-3350-023	552.	7/1/11-6/30/12	(17.)				552.
Total Enterprise Fund				(17.)	0.	0.	0.	552.
Total State Financial Assistance				\$(794.)	\$ 19,292.	\$ 0.	\$ 45,370.	\$ 517,075.

The Accompanying Notes to the Schedule of Expenditures of Federal Awards and Financial Assistance are an Integral Part of this Schedule

**Greenwich Township School District**  
**Notes to the Schedules of Expenditures 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, Greenwich Township 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 one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid payment in the current budget year, consistent with N.J.S.A. 18A:22-4.2

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(5,493.) for the general fund and \$(1,035.) for the special revenue fund. See Note 1 (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$	\$510,535.	\$510,535.
Special Revenue Fund	62,994.	2,043.	65,037.
Food Service Fund	21,417.	552.	21,969.
Total Financial Assis.	<u>\$84,411.</u>	<u>\$513,130.</u>	<u>\$597,541.</u>

**Greenwich Township School District**  
**Notes to the Schedules of Expenditures of Awards and Financial Assistance**  
**June 30, 2012**

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.

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

*Section I – Summary of Auditor’s Results*

**Financial Statements**

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- |    |  |                              |   |
|----|--|------------------------------|---|
| 1. | Material weakness(es) identified?  | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No            |
| 2. | Significant deficiencies identified that are not considered to be material weaknesses? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> None Reported |

Noncompliance material to general purpose financial statements noted?  Yes  No

**Federal Awards**

N/A – No major federal programs

**State Awards**

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

Auditee qualified as low risk auditee?  Yes  No

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

Internal Control over major programs:

- |    |  |                              |   |
|----|--|------------------------------|---|
| 1. | Material weakness(es) identified?  | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No            |
| 2. | Significant deficiencies identified that are not considered to be material weaknesses? | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> None reported |

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04  Yes  No

Identification of major programs:

<b><u>GMIS Number(s)</u></b>	<b><u>Name of State Program</u></b>
495-034-5120-085	Adjustment Aid

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

*Section II – Financial Statement Findings*

N/A

*Section III – Federal Awards and State Financial Assistance  
Findings and Questioned Costs*

**Federal Awards**

N/A

**State Awards**

N/A

**GREENWICH TOWNSHIP SCHOOL DISTRICT**  
**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS**  
**AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

**STATUS OF PRIOR YEAR FINDINGS**

None