

**SCHOOL DISTRICT
OF**

Township of Ridgewood

**Township of Ridgewood Board of Education
Ridgewood, New Jersey**

**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2012**

**Comprehensive Annual
Financial Report
of the
Township of Ridgewood Board of Education**

Ridgewood, New Jersey

For the Fiscal Year Ended June 30, 2012

**Prepared by
Township of Ridgewood Board of Education
Business Office**

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INTRODUCTORY SECTION



Ridgewood Public Schools

Education Center
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ADMINISTRATION
Dr. Daniel Fishbein,
Superintendent
Regina Botsford,
Asst. Superintendent
Angelo DeSimone,
Asst. Supt. for Business/
Board Secretary

BOARD MEMBERS

Sheila Brogan, President
B. Vincent Loncto, Vice President
Christina Krauss
Michele Lenhard
James Morgan

November 24, 2012

Honorable President and Members
of the Board of Education
Township of Ridgewood School District
County of Bergen
Ridgewood, New Jersey

Dear Board Members:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Township of Ridgewood School District (District) for the fiscal year ended June 30, 2012. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects. It is reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Township of Ridgewood School District with comprehensive financial data in a format enabling them to gain an understanding of the District's financial affairs.

The Comprehensive Annual Financial Report is presented in four sections as follows:

- The Introductory Section contains a Table of Contents, Letter of Transmittal, Organizational Chart and a List of Principal Officials of the District;
- The Financial Section begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected financial trends, revenue capacity, debt capacity, demographic and economic information, and operating information of the District, generally presented on a multi-year basis;
- The Single Audit Section – The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended, the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

Reporting Entity and Its Services

The Township of Ridgewood School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB No. 14. All funds of the District are included in this report. The Township of Ridgewood Board of Education and all its schools constitute the District's reporting entity. The District consists of one high school, two middle schools, seven elementary schools, and an administration building.

The District provides education to approximately 5,800 students in grades kindergarten through twelve as well as a pre-k disabled program.

An elected five-member Board of Education (the "Board") serves as the policy maker for the District. The Board adopts an annual budget and directly approves all expenditures, which serve as the basis for control over, and authorization for, all expenditures of the District's tax money.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. The Assistant Superintendent for Business/Board Secretary is the chief financial officer of the District, responsible to the Board for maintaining all financial records, making payments of liabilities incurred by the District, acting as custodian of all District funds, and investing funds as permitted by New Jersey law.

Economic Conditions and Outlook

The District completed the 2011-2012 fiscal year with an average daily enrollment of 5,699.9 students, which is 10.7 students below the previous year's average daily enrollment. The following details the changes in the student average daily enrollment of the District over the last five years.

Average Daily Enrollment		
Fiscal Year	Student Enrollment	Percent Change
2011-12	5,699.9	-0.19%
2010-11	5,710.6	0.03%
2009-10	5,708.7	1.14%
2008-09	5,644.1	0.59%
2007-08	5,610.8	0.76%

The forecast for student enrollment is for continued growth at a rate of about 1.0%. The District's actual enrollment on September 30, 2012 was 5,854, an increase of approximately 50 students from June 2012.

The District's primary funding source is property tax revenue. As a result, the District, along with many other public school systems in the State, faces some difficult economic situations in the future. The proposed budget for fiscal year 2012-13 passed. Although general fund expenditures increased by 2.13%, the local tax levy increased by only 2%, due mainly to the appropriation of Capital Reserve Funds. The District's administration is closely monitoring the cost of operations and continues to look for innovative ways to contain costs in addition to new funding sources in order to maintain the quality educational services that the District has been accustomed to providing. The District remains accountable to the residents and taxpayers and attributes much of its past education success to the community's demand for, and support of a quality school system.

Educational Program

The mission statement for the Ridgewood Public Schools is as follows:

The Ridgewood Public Schools, committed to a tradition of excellence and innovation, in partnership with the community, provide a rich and challenging learning environment, enabling students to maximize their unique potentials to become life-long learners and productive, responsible citizens.

The Ridgewood Public School system is composed of seven elementary schools (Pre-K-5), two middle schools (6-8), and one high school (9-12), serving approximately 5,800 students. All public schools are accredited by the New Jersey Department of Education, and the high school is accredited by the Middle States Association of Colleges and Secondary Schools.

To maintain and advance instructional excellence, the District promotes comprehensive programs of staff and curriculum development. Our staff development and curriculum improvement efforts have focused on balanced literacy, mathematics, science and technology in alignment with the NJ Common Core State Standards and NJ Core Curriculum Content Standards.

Ridgewood High School is a comprehensive high school, grades 9-12, which attempts to meet the needs of all students. It is also an institution with a long-standing tradition of providing a sound and challenging academic program for college-bound students. The present school population is 1,708. The high school is the largest in Bergen County. It is accredited by the Middle States Association of Colleges and Secondary Schools and the New Jersey Department of Education. The class of 2012 included 394 students.

Post Secondary Plans: Class of 2012

CLASS OF 2012

4-Year Colleges	87.9%
2-Year Colleges	7.5%
Post-Graduate Year/Military	2.9%
Employed	1.7%

The Class of 2012 received acceptances from the following colleges, universities, and military academies:

American University	Indiana University- Purdue U	Stanford University (2)
Amherst College (2)	Indianapolis	State University of NY – Albany
Arcadia University	Ithaca College (2)	State University of NY – New Paltz (3)
Arizona State University	James Madison University (4)	Stevens Institute of Technology (3)
Auburn University (2)	Johns Hopkins University (3)	Stony Brook University (3)
Barnard College	Johnson & Wales University	Susquehanna University (4)
Bates College (3)	Kean University	Sweet Briar College
Bentley University	Kutztown University of Pa.	Syracuse University (5)
Bergen Community College (23)	Lafayette College (2)	Temple University (4)
Berkeley City College	Lehigh University (5)	The College of New Jersey (6)
Berklee College of Music	Louisiana State University	The George Washington University
Binghamton University (6)	Loyola University of Md (2)	The Julliard School
Boston College (3)	Loyola University New Orleans	The Peabody Institute of Johns Hopkins
Boston University (3)	Manhattanville College	The University of Alabama
Bowdoin College (2)	Marist College (3)	The University of Arizona
Brandeis University (3)	Maryland Institute College of Art	The University of No. Carolina at Chapel Hill
Brown University (2)	McDaniel College	The University of Scranton (3)
Bryn Mawr College	McGill University (2)	The University of the Arts
Bucknell University	Mercy College	Trinity College (3)
Carnegie Mellon University	Miami University, Oxford	Tufts University (3)
Centenary College	Montclair State University (8)	Tulane University (3)
Clemson University (2)	Muhlenberg College (7)	United States Military Academy
Cleveland State University	New Jersey Institute of Technology	United States Naval Academy

Coastal Carolina University (2)	New York Institute of Technology	University of California Los Angeles
Colby College (2)	New York University (8)	University of California San Diego
Colgate University (4)	Northeastern University (2)	University of California Santa Barbara
College of Charleston	Northwestern University (2)	University of Chicago
College of the Holy Cross (2)	Oberlin College	University of Colorado – Boulder (2)
College of William and Mary (2)	Ocean County College	University of Dayton
Colorado College	Ohio Wesleyan College	University of Hartford
Columbia University (2)	Oklahoma State University	Univ.of Illinois at Urbano-Champaign (2)
Connecticut College (2)	Parkland College	University of Maryland – Baltimore County
Cornell University (6)	Parsons The New School for Design	University of Maryland – College Park (4)
County College of Morris	Penn State (3)	University of Massachusetts - Amherst
Dartmouth College	Pitzer College	University of Michigan (5)
Dean College	Queens University	University of Notre Dame (2)
Dickinson College	Quinnipiac University	University of Pittsburgh
Duke University (1)	Ramapo College of NJ (5)	University of Rhode Island (4)
East Carolina University	Rhode Island School of Design (2)	University of Richmond (6)
Elon University (2)	Richard Stockton College of NJ	University of Rochester (2)
Emerson College (2)	Roanoke College	University of South Carolina
Emory University	Rochester Institute of Technology	University of Southern California
Fairfield University (2)	Roger Williams University	University of Sciences in Philadelphia
Fairleigh Dickinson University (3)	Rutgers – New Brunswick (7)	University of Virginia
Florida Atlantic University	Rutgers – Newark (2)	Valley Forge Military College
Fordham University (3)	Sacred Heart University (3)	Vanderbilt University (2)
Franklin & Marshall College (3)	Saint Joseph University (3)	Vassar College
Furman University	Salve Regina University	Villanova University (3)
Georgetown University (2)	Savannah College of Art & Design	Va. Polytechnic Inst. & State University
Goucher College	School of Visual Arts (4)	Wake Forest University
Haverford College	Seton Hall University	Washington University – St. Louis
High Point University	Shenandoah University	Wesleyan University
Hofstra University (2)	Skidmore College	Western New England University
Howard University	Springfield College (3)	Westminster Choir College of Rider Univ.
Indiana University – Bloomington	St. Mary's College of Md	William Paterson University (7)

Major Initiatives

In District Special Education Classes

The District offers specialized classes for certain special students. Learning disability classes are offered at Ridgewood High School, George Washington, Benjamin Franklin, Travell, Somerville and Willard. Autistic classes (RISe Program) are offered at Benjamin Franklin Middle School, George Washington Middle School, Ridge School and Glen School. Additionally, at Glen School, there are classes for preschool students with disabilities. These classes provide Ridgewood students with the opportunity to remain in the Ridgewood School System rather than be sent to expensive out of district specialized schools for the disabled. In district programs, provide these special students with the opportunity to be included in the regular education classes in their buildings when it is appropriate.

Financial Information

Internal Accounting Controls: Management of the District is responsible for establishing and maintaining internal control 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 accounting principles generally accepted in the United States of America (GAAP). Internal control 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 awards and state financial assistance, the District also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws, regulations, contracts and grants related to those programs. Internal control is also subject to periodic evaluation by the District's management.

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

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, special revenue fund and 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 committed or assigned fund balance at June 30, 2012.

Cash Management: The investment policy of the District is guided in large part by state statute as detailed in "Notes to Basic Financial Statements", Notes 1 and 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.

Risk Management: The District 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. A schedule of insurance coverage is found in Exhibit J-20.

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Smolin, Lupin & Co., P.A. 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, and the related OMB Circular A-133, and New Jersey OMB's Circular 04-04. The auditor's report on the basic financial statements and specific required supplemental information 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.

Acknowledgements

We would like to express our appreciation to the members of the Township of Ridgewood School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the 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.

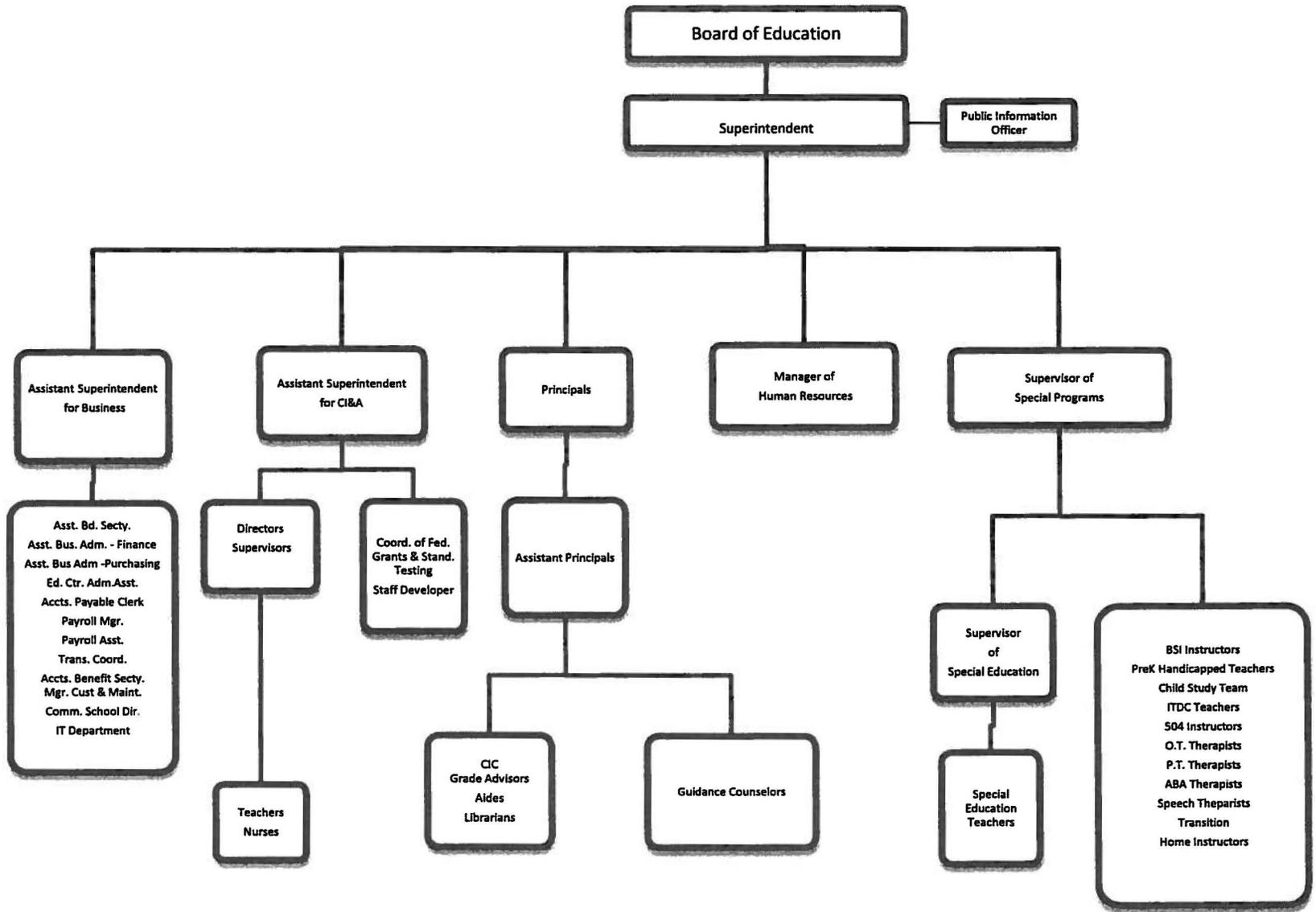
Respectfully submitted,



Daniel Fishbein, Ed. D
Superintendent of Schools



Angelo DeSimone
Assistant Superintendent for Business/Board Secretary



**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
RIDGEWOOD, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2012**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Sheila Mary Brogan, President	2014
B. Vincent Loncto, Vice President	2015
Christina Krauss	2014
Michele Lenhard	2013
James Morgan	2013

Other Officials

Daniel Fishbein, Ed. D., Superintendent of Schools

Angelo DeSimone, Assistant Superintendent for Business/Board Secretary

Stephen P. Sanzari, Treasurer

Lindabury, McCormick, Estabrook & Cooper, P.C., Legal Counsel

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Consultants and Advisors**

Audit Firm

Smolin, Lupin & Co., P.A.
165 Passaic Avenue
Fairfield, New Jersey 07004

Attorney

Lindabury, McCormick, Estabrook & Cooper, P.C.
53 Cardinal Drive
P.O. Box 2369
Westfield, New Jersey 07091-2369

Official Depositories

Columbia Bank
19-01 Route 208 North
Fair Lawn, New Jersey 07410

TD North Bank
1100 Lake Street
Ramsey, New Jersey 07446

FINANCIAL SECTION

Independent Auditor's Report

Honorable President and Members
of the Board of Education
Township of Ridgewood School District
County of Bergen
Ridgewood, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township of Ridgewood School District (the District), in the County of Bergen, State of New Jersey, as of and for the 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 Board of Education of the Township of Ridgewood School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

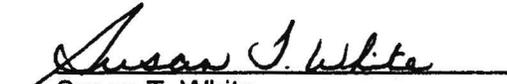
In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2012 on our consideration of the Board of Education of the Township of Ridgewood School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board of Education of the Township of Ridgewood School District's basic financial statements. The accompanying introductory section, other supplementary information such as the combining and individual fund financial statements, financial schedules and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Additionally, the schedules of expenditures of federal awards and state financial assistance, 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*, 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, financial schedules and schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, financial schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.


SMOLIN, LUPIN & CO., P.A.
Certified Public Accountants


Susan T. White
Licensed Public School Accountant
License #20CS00119300

Fairfield, New Jersey
November 29, 2012

REQUIRED SUPPLEMENTARY INFORMATION - PART I

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED**

The discussion and analysis of the Township of Ridgewood School District's (the District) financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2012 are as follows:

- In total, net assets increased \$4,824,658, which represents an 11.08 percent increase from 2011.
- General revenues accounted for \$88,322,016 of revenue or 84.01 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$16,808,607 or 15.99 percent of total revenues of \$105,130,623.
- Total assets of governmental activities increased by \$2,026,365 as cash decreased by \$15,761,803, receivables decreased by \$1,602,133, deferred bond issuance costs decreased by \$14,703 and capital assets increased by \$19,405,004.
- The District had \$100,305,965 in expenses; only \$16,808,607 of these expenses was offset by program specific charges for services, operating grants or contributions. General revenues (primarily taxes) of \$88,322,016 were adequate to provide for these programs.
- Among governmental funds, the general fund had \$93,794,688 in revenues and \$95,028,021 in expenditures. The general fund balance decreased by \$480,865.

Using this Comprehensive Annual Financial Report (CAFR)

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

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

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

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

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

Governmental Activities - All of the District's programs and services are reported here, including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Services and the Infant/Toddler Development Program enterprise funds are reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial statements provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the general fund, special revenue fund, capital projects fund, and debt service fund.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

Governmental Funds

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

Enterprise Funds

The enterprise funds use the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

The School District as a Whole

The Statement of Net Assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the District's net assets at June 30.

**TABLE 1
NET ASSETS**

	Governmental Activities		Business-type Activities		Total		Amount Change	% Change
	2012	2011	2012	2011	2012	2011		
Assets:								
Current and								
Other Assets	\$ 11,793,457	\$ 29,172,096	\$ 68,062	\$ 130,434	\$ 11,861,519	\$ 29,302,530	\$ (17,441,011)	-59.52%
Capital Assets	93,718,575	74,313,571	200,277	174,404	93,918,852	74,487,975	19,430,877	26.09%
Total Assets	105,512,032	103,485,667	268,339	304,838	105,780,371	103,790,505	1,989,866	1.92%
Liabilities:								
Long-term Liabilities	53,550,584	55,177,490			53,550,584	55,177,490	(1,626,906)	-2.95%
Other Liabilities	3,785,977	5,030,393	82,794	46,264	3,868,771	5,076,657	(1,207,886)	
Total Liabilities	57,336,561	60,207,883	82,794	46,264	57,419,355	60,254,147	(2,834,792)	-4.70%
Net Assets:								
Invested in Capital								
Assets, Net of								
Debt	41,756,338	20,697,948	200,277	174,404	41,956,615	20,872,352	21,084,263	101.02%
Restricted	7,834,188	23,915,797			7,834,188	23,915,797	(16,081,609)	-67.24%
Unrestricted	(1,415,055)	(1,335,961)	(14,732)	84,170	(1,429,787)	(1,251,791)	(177,996)	14.22%
Total Net Assets	\$ 48,175,471	\$ 43,277,784	\$ 185,545	\$ 258,574	\$ 48,361,016	\$ 43,536,358	\$ 4,824,658	11.08%

The District's 2012 combined net assets were \$48,361,016. This was an increase of 11.08 percent from 2011.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

Table 2 shows changes in net assets for fiscal years 2012 and 2011.

Table 2 Changes in Net Assets				
	2012	2011	Amount Change	% Change
Revenues:				
Program Revenues:				
Charges for Services	\$ 3,141,235	\$ 3,263,044	\$ (121,809)	-3.73%
Operating Grants and Contributions	10,226,477	8,627,649	1,598,828	18.53%
Capital Grants and Contributions	3,440,895	4,123,851	(682,956)	-16.56%
General Revenues:				
Property Taxes	84,428,933	82,687,514	1,741,419	2.11%
Grants and Entitlements	3,146,320	2,189,099	957,221	43.73%
Other	746,763	950,986	(204,223)	-21.47%
Total Revenues	105,130,623	101,842,143	3,288,480	3.23%
Program Expenses:				
Instruction	52,239,444	49,855,021	2,384,423	4.78%
Support Services:				
Tuition	6,268,526	5,488,915	779,611	14.20%
Pupils and Instructional Staff	15,693,498	14,731,156	962,342	6.53%
General Administration, School Administration, Central Services, Administrative Information Technology and Operations and Maintenance of Facilities	15,727,301	15,331,568	395,733	2.58%
Pupil Transportation	2,691,737	2,672,636	19,101	0.71%
Special Schools	940,027	996,687	(56,660)	-5.68%
Interest on Debt	2,167,806	2,235,001	(67,195)	-3.01%
Unallocated Depreciation	2,337,989	2,341,669	(3,680)	-0.16%
Food Service	1,234,287	1,153,075	81,212	7.04%
Infant/Toddler Development Program	1,005,350	1,074,626	(69,276)	-6.45%
Total Expenses	100,305,965	95,880,354	4,425,611	4.62%
Increase in Net Assets	\$ 4,824,658	\$ 5,961,789	\$ (1,137,131)	-19.07%

Governmental Activities

The District's total governmental activities revenues were \$102,964,015 for the year ended June 30, 2012. Property taxes made up 82.00 percent of revenues for governmental activities for the Township of Ridgewood School District for fiscal year 2012. Federal, state, and local grants accounted for another 16.21 percent of governmental activities revenues.

The total cost of all governmental activities programs and services was \$98,066,328. Instruction comprises 53.27 percent of District expenses.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

Business-type Activities

Revenues for the District's business-type activities (Food Services Program and Infant/Toddler Development Program) were comprised of charges for services and federal and state reimbursements.

- Food Service expenses exceeded revenues by \$30,562.
- Food Service charges for services were \$1,078,878, which represents amounts paid by patrons for daily food service.
- Food Service federal and state reimbursement for meals, including payments for free and reduced lunches, breakfast, and donated commodities was \$124,847.
- Infant/Toddler expenses exceeded revenues by \$43,500.
- Infant/Toddler charges for services were \$961,850, which represents amounts paid for tuition and fees.

Governmental Activities

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

Table 3

	Total Cost of Services 2012	Net Cost of Services 2012	Total Cost of Services 2011	Net Cost of Services 2011	Amount Change Total Cost of Services	Amount Change Net Cost of Services
Instruction	\$ 52,239,444	\$ 45,991,088	\$ 49,855,021	\$ 44,263,978	\$ 2,384,423	\$ 1,727,110
Support Services:						
Tuition	6,268,526	5,226,101	5,488,915	4,506,740	779,611	719,361
Pupils and Instructional Staff	15,693,498	14,069,274	14,731,156	13,231,036	962,342	838,238
General Administration, School Administration, Central Services, Administrative Information Technology and Maintenance of Facilities	15,727,301	14,924,973	15,331,568	14,678,271	395,733	246,702
Pupil Transportation	2,691,737	2,595,467	2,672,636	2,540,594	19,101	54,873
Special Schools	940,027	103,854	996,687	132,986	(56,660)	(29,132)
Interest on Debt	2,167,806	1,615,445	2,235,001	2,235,001	(67,195)	(619,556)
Capital outlay		(3,440,895)		(4,123,851)		682,956
Unallocated Depreciation	2,337,989	2,337,989	2,341,669	2,341,669	(3,680)	(3,680)
Total Expenses	\$ 98,066,328	\$ 83,423,296	\$ 93,652,653	\$ 79,806,424	\$ 4,413,675	\$ 3,616,872

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

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

General administration, school administration, central services, and administrative information technology include expenses associated with administrative, educational, and financial supervision of the District.

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

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

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

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

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$103,195,947 and expenditures were \$120,017,707. The net decrease in the change in fund balance for the year of \$16,106,760 was most significant in the capital projects fund, a decrease of \$15,633,756. This reflects the District's spending of the prior years proceeds from its bond sale to fund capital projects.

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 table presents a summary of the revenues of the governmental funds for the general fund, special revenue fund and debt service fund for the fiscal year ended June 30, 2012, and the amount and percentage of increases and decreases in relation to prior year revenues. The capital projects fund has been excluded, as these revenues vary substantially from year to year.

<u>Revenue</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2010-11</u>	<u>Percent Of Increase (Decrease)</u>
Local Sources	\$ 87,193,283	87.13 %	\$ 1,665,096	1.95 %
State Sources	10,984,545	10.98	2,718,797	32.89 %
Federal Sources	<u>1,893,252</u>	<u>1.89</u>	<u>(70,712)</u>	(3.60) %
Total	<u>\$ 100,071,080</u>	<u>100.00 %</u>	<u>\$ 4,313,181</u>	4.50 %

The net increase in revenue from local sources of \$1,665,096 is primarily due to an increase in local tax levy. Tuition, interest and miscellaneous income decreased by approximately \$233,200. Grant revenue from local sources increased approximately \$156,900. The increase in local revenue was needed to fund the additional expenditures associated with higher operating costs and capital outlay construction projects.

State sourced revenues increased by \$2,718,797. State aid for the general fund increased \$1,387,604, without the On-Behalf TPAF pension contributions for non-contributory insurance and post-retirement medical benefits and reimbursed TPAF social security contributions, which increased by \$1,178,943 (which is off-set by an equal increase in expenditures). Other state aid recorded in the special revenue fund and debt service fund increased by \$152,250.

Revenue from federal sources decreased \$70,712, primarily due to decreases in ARRA funds, which was a onetime grant that spanned two years. IDEA grants increased and the District is in its second year of the Teaching American History grant, which spans five years, in addition to current year FEMA grants.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

The following table presents a summary of the general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2012, and the amount of increases and decreases in relation to prior year expenditures. The capital projects fund has been excluded, as these expenditures vary substantially from year to year.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2010-11</u>	<u>Percent Of Increase (Decrease)</u>
Current Expense:				
Instruction	\$ 39,192,430	38.70 %	\$ 1,258,606	3.32 %
Undistributed Expenditures	52,227,222	51.56	3,430,181	7.03 %
Capital Outlay	2,668,342	2.63	(141,153)	(5.02) %
Special Schools	940,027	0.93	(56,660)	(5.68) %
Special Revenue	2,618,276	2.58	184,017	7.56 %
Debt Service	3,650,255	3.60	239,071	7.01 %
Total	\$ 101,296,552	100.00 %	\$ 4,914,062	5.10 %

Changes in expenditures were the results of varying factors. Current expense increased due to increases in special education costs, maintenance projects, and employee benefits. Additionally, On-Behalf TPAF pension contributions for non-contributory insurance and post-retirement medical benefits and reimbursed TPAF social security contributions increased by a total amount of \$1,178,943, (which is offset by an equal increase in revenues).

The increase in special revenue fund expenditures is primarily due to an increase in expenditures for local grants.

Expenditures for debt service increased as scheduled debt payments increased due to the 2009 bond referendum.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to appropriate fund balance and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

- On-Behalf TPAF pension contributions for non-contributory insurance, post-retirement medical benefits, normal pension costs and reimbursed TPAF social security contributions, and assets acquired under capital leases, are neither a revenue item nor an expenditure item for budgetary purposes, but the District is required to reflect these amounts in the financial statements.
- Appropriation of \$453,580 of 2010-2011 Extraordinary Aid and \$17,274 of 2010-2011 Non-Public Transportation Aid.
- Tuition for special education students, and associated transportation, related services, extra services, and residential costs, are budgeted based on the existing and known incoming students at the time the budget is submitted. Students move into and out of the District during the summer as well as the school year, which necessitates transferring funds to the appropriate accounts to pay these special education costs.
- Subsequent to the approval of the 2011-2012 budget by the Department of Education, and subsequent to taxpayer approval of the budgeted tax levy, the District received notification of an additional \$849,426 in state aid, which was budgeted in capital outlay.

Capital Assets

At June 30, 2012, the District had \$93,918,852 invested in land, building, improvements, furniture, fixtures, equipment, and vehicles. Table 4 shows fiscal year 2012 balances compared to 2011.

**Table 4
Capital Assets (Net of Depreciation) at June 30,**

	<u>2011</u>	<u>2012</u>
Land	\$ 7,435,206	\$ 7,435,206
Construction in Progress	23,983,595	42,652,491
Site Improvements	322,617	294,989
Building and Improvements	40,142,272	41,112,529
Vehicles	154,195	101,990
Furniture, Fixtures and Equipment	<u>2,450,090</u>	<u>2,321,647</u>
Total	<u>\$ 74,487,975</u>	<u>\$ 93,918,852</u>

Overall capital assets increased \$19,430,877 from fiscal year 2011 to fiscal year 2012. The District's 2009 bond referendum passed and construction began on the capital projects. Also, for the fiscal year 2012, the District continued to complete the district-wide capital maintenance projects. District funds paid for the renovation of the HoHoKus Brook Bridge, roof sections at Ridge and Benjamin Franklin, in addition to a new roof at Glen.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

Debt Administration

At June 30, 2012, the District had \$53,550,584 of outstanding debt. Of this amount, \$1,437,107 is for compensated absences; \$1,763,477 is for various capital leases; and \$50,350,000 is for serial bonds for school construction projects. The district issued new bonds of \$38,420,000 on April 8, 2010 to fund the board's share of the \$48,264,712 referendum projects approved by the voters on December 8, 2009. The board has received grant awards of \$9,844,712 from the State Development Authority to fund the remainder of the projects. The district will also receive state debt service aid of \$2.1 million over the 25-year life of the bonds to help defray the annual debt service costs. In May of 2011, the District refinanced the 2003 General Obligation Bonds. This refinancing will save the District approximately \$146,000 in interest expense over the remaining life of the bonds.

**Table 5
Outstanding Debt at June 30,**

	2011	2012
2003 General Obligation Bonds	\$ 165,000	\$ -
2004 General Obligation Bonds	9,855,000	8,700,000
2010 General Obligation Bonds	38,420,000	38,220,000
2011 General Obligation Bonds	3,475,000	3,430,000
Capital leases	1,866,566	1,763,477
Compensated absences	1,395,924	1,437,107
Total	\$ 55,177,490	\$ 53,550,584

At June 30, 2012, the School District's available borrowing margin was \$210,371,259.

For the Future

The Township of Ridgewood School District is in good financial condition. The District is proud of the community's continued support of the public schools. A major concern is the growth in enrollment of the District with an ever-increasing reliance on local property taxes due to the instability of state aid. On December 8, 2009, the voters approved a \$48 million referendum for capital repairs at all school buildings. These repairs included new roofs, occupancy sensors, HVAC upgrades, toilet room upgrades, new lockers, electrical upgrades, and classroom renovations. Upgrades to Stevens Field, the RHS Stadium Field, and the relocation of the running track to Benjamin Franklin School were also included in the referendum projects. Also approved was the expansion of Hawes, Ridge, and Willard elementary schools as well as George Washington Middle School. A key factor in the decision to bring this spending request to the voters is that the district secured \$9.8 million in state grants and \$2.1 million in debt service aid. The impact of the grants and the debt service aid means that the average taxpayer will see an increase of about \$300.00 in annual taxes over the 25-year life of the bond. These capital projects are nearing completion. The new spaces at Hawes and Ridge were substantially completed in time for the 2011-2012 school year. The new spaces at George Washington and Willard were completed for the start of the 2012-2013 school year. A vast majority of the Ridgewood High School renovation projects are completed. These projects include an upgrade of the HVAC systems, replacement of multiple roof sections, and masonry and concrete refurbishment. The Ridgewood High School outdoor athletic facilities have been upgraded and have been in use by our students since October 2010. Travell, Somerville, Ridge, Benjamin Franklin, George Washington, Willard, and Hawes have all had new roofs installed funded by the referendum. Finally, all school buildings have had occupancy sensors installed that will automatically turn off room lights when the rooms are unoccupied.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED (CONTINUED)**

Future finances are not without challenges. As the student population increases, operating costs grow. Inflation impacts major cost drivers such as salaries, benefits, and utilities. The District's desire to minimize tax levy increases is impacted by the loss of state and flat federal aids, decreased interest rates on District deposits, and the cost increases described above. Adding to the imperative to control spending is the state imposed 2% Tax Levy Cap. Since taxes fund approximately 95% of the general fund budget, this Tax Levy Cap has a direct relationship to the allowable growth in our General Fund Budget. The Ridgewood taxpayers approved the 2012-2013 budget. The 2012-2013 budget was the first in two years to have no reduction in positions. Cost increases for health insurance premiums are of concern. Approximately \$10 million is budgeted for medical insurance. Double-digit rate increases essentially use up a vast majority of the allowable increase in the budget. The District monitors these costs carefully, and continually looks for program and/or insurance provider options that will help control these increases.

The teachers and secretaries union agreement expired as of June 30, 2011. The board was in negotiations with the union since February 10, 2011. The union declared impasse on April 1st and as of June 30th the District and the union were in mediation. The union and the district ratified a new three year agreement in October 2012. One of the important changes resulting from the new contract is the shift to the State Employee Health Benefit Plan which is expected to save significant health insurance premium savings.

In conclusion, the Township of Ridgewood School District has committed itself to financial excellence for many years. In addition, the District's system for financial planning, budgeting, and internal financial controls are well regarded. The District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Angelo DeSimone, Assistant Superintendent for Business/Board Secretary at Ridgewood Board of Education, Education Center, 49 Cottage Place, Ridgewood, New Jersey 07451. Please visit our website at www.ridgewood.k12.nj.us.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Net Assets
June 30, 2012

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash	\$ 4,429,370	\$ 47,691	\$ 4,477,061
Receivables, net	3,852,219	5,608	3,857,827
Inventories		14,763	14,763
Restricted assets:			
Cash	1,222,697		1,222,697
Capital reserve account - cash	2,137,931		2,137,931
Deferred bond issuance costs, net	151,240		151,240
Capital assets, net	93,718,575	200,277	93,918,852
Total assets	105,512,032	268,339	105,780,371
LIABILITIES			
Accounts payable	1,684,731	54,485	1,739,216
Contracts payable	994,483		994,483
Payable to state government	793		793
Deferred revenue	464,458	28,309	492,767
Accrued interest	641,512		641,512
Noncurrent liabilities:			
Due within one year	3,195,821		3,195,821
Due beyond one year	50,354,763		50,354,763
Total liabilities	57,336,561	82,794	57,419,355
NET ASSETS			
Invested in capital assets, net of related debt	41,756,338	200,277	41,956,615
Restricted for:			
Debt service	15,201		15,201
Capital projects	3,156,518		3,156,518
Other purposes	4,662,469		4,662,469
Unrestricted (deficit)	(1,415,055)	(14,732)	(1,429,787)
Total net assets	\$ 48,175,471	\$ 185,545	\$ 48,361,016

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2012

<u>Function/Programs</u>	<u>Expenses</u>	<u>Indirect Expenses Allocation</u>	<u>Program Charge for Services</u>
Government activities:			
Instruction:			
Regular	\$ 29,505,946	\$ 10,014,588	\$ -
Special education	6,335,189	2,324,218	
Other special instruction	1,349,859	482,684	
Other instruction	1,776,047	450,913	181,127
Support services:			
Tuition	6,268,526		
Student and instruction related services	12,058,142	3,635,356	15,210
School administrative services	3,394,576	1,235,521	
General administration	887,636	115,118	
Central services	1,177,958	388,416	
Administrative information technology	617,686	167,194	
Plant operations and maintenance	7,645,199	97,997	45,736
Pupil transportation	2,664,944	26,793	22,261
Special schools	940,027		836,173
Interest on long-term debt	2,167,806		
Capital outlay			
Unallocated depreciation	<u>2,337,989</u>		
Total governmental activities	<u>79,127,530</u>	<u>18,938,798</u>	<u>1,100,507</u>
Business-type activities			
Food services	1,234,287		1,078,878
Infant/Toddler Development Program	<u>1,005,350</u>		<u>961,850</u>
Total business-type activities	<u>2,239,637</u>		<u>2,040,728</u>
Total primary government	<u>\$ 81,367,167</u>		<u>\$ 3,141,235</u>

Revenues		Net (Expense) Revenue and Changes in Net Assets		
Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
\$ 5,052,738	\$ -	\$ (34,467,796)	\$ -	\$ (34,467,796)
723,955		(7,935,452)		(7,935,452)
222,938		(1,609,605)		(1,609,605)
67,598		(1,978,235)		(1,978,235)
1,042,425		(5,226,101)		(5,226,101)
1,609,014		(14,069,274)		(14,069,274)
378,779		(4,251,318)		(4,251,318)
36,592		(966,162)		(966,162)
47,154		(1,519,220)		(1,519,220)
		(784,880)		(784,880)
294,067		(7,403,393)		(7,403,393)
74,009		(2,595,467)		(2,595,467)
		(103,854)		(103,854)
552,361		(1,615,445)		(1,615,445)
	3,440,895	3,440,895		3,440,895
		(2,337,989)		(2,337,989)
<u>10,101,630</u>	<u>3,440,895</u>	<u>(83,423,296)</u>		<u>(83,423,296)</u>
124,847			(30,562)	(30,562)
			(43,500)	(43,500)
<u>124,847</u>			<u>(74,062)</u>	<u>(74,062)</u>
<u>\$ 10,226,477</u>	<u>\$ 3,440,895</u>	<u>\$ (83,423,296)</u>	<u>\$ (74,062)</u>	<u>\$ (83,497,358)</u>
General revenues:				
Property taxes levied for:				
General purposes		\$ 81,323,178	\$ -	\$ 81,323,178
Debt service		3,105,755		3,105,755
Federal and State aid not restricted		3,146,320		3,146,320
Tuition received		340,410		340,410
Investment earnings		119,899	1,033	120,932
Miscellaneous		285,421		285,421
Total general revenues		<u>88,320,983</u>	<u>1,033</u>	<u>88,322,016</u>
Change in net assets		4,897,687	(73,029)	4,824,658
Net assets - beginning		<u>43,277,784</u>	<u>258,574</u>	<u>43,536,358</u>
Net assets - ending		<u>\$ 48,175,471</u>	<u>\$ 185,545</u>	<u>\$ 48,361,016</u>

The accompanying notes to basic financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash	\$ 4,429,370	\$ -	\$ 1,207,496	\$ 15,201	\$ 5,652,067
Cash - capital reserve	2,137,931				2,137,931
Accounts receivable:					
State	188,128		2,636,967		2,825,095
Federal		285,499			285,499
Interfund	349,176				349,176
Other	469,626	230,000			699,626
Total assets	\$ 7,574,231	\$ 515,499	\$ 3,844,463	\$ 15,201	\$ 11,949,394
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 1,323,746	\$ 79,651	\$ 281,334	\$ -	\$ 1,684,731
Intergovernmental payable:					
State		793			793
Interfund payables		307,177			307,177
Contracts payable	587,872		406,611		994,483
Deferred revenue	336,580	127,878			464,458
Total liabilities	2,248,198	515,499	687,945		3,451,642
Fund balances (deficits):					
Restricted:					
Reserved excess surplus - designated for subsequent year's expenditures	1,100,000				1,100,000
Reserve for excess surplus	900,000				900,000
Capital reserve account	2,137,931				2,137,931
Capital projects			2,667,119		2,667,119
Debt service				15,201	15,201
Committed:					
Year-end encumbrances	524,538		2,697,335		3,221,873
Assigned:					
Year-end encumbrances	67,945		175,087		243,032
Unassigned/(deficit)	595,619		(2,383,023)		(1,787,404)
Total fund balances	5,326,033		3,156,518	15,201	8,497,752
Total liabilities and fund balances	\$ 7,574,231	\$ 515,499	\$ 3,844,463	\$ 15,201	

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Balance Sheet
 Governmental Funds
 June 30, 2012

Total government funds fund balances	\$ 8,497,752
<p>Amounts reported for <i>governmental activities</i> in the statement of net assets (A-1) are different because:</p>	
<p>The costs associated with the issues of the various bonds are expensed in the governmental funds in the year the bonds are issued, but are capitalized on the statement of net assets. The bond issuance costs are \$228,205 and the accumulated amortization is \$76,965.</p>	151,240
<p>Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds. The costs of the assets are \$127,268,061 and the accumulated depreciation is \$33,549,486</p>	93,718,575
<p>Accrued interest is not due and payable in the current period, and therefore, is not reported as a liability in the funds.</p>	(641,512)
<p>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 8)</p>	<u>(53,550,584)</u>
Net assets of governmental activities	<u>\$ 48,175,471</u>

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	\$ 81,323,178	\$ -	\$ -	\$ 3,105,755	\$ 84,428,933
Tuition	340,410				340,410
Interest - capital reserve funds	13,564				13,564
Interest earned on investments	68,867		37,468		106,335
Miscellaneous income	1,617,860	723,649	50,000		2,391,509
Total revenues - local sources	83,363,879	723,649	87,468	3,105,755	87,280,751
State sources	10,427,709	4,475	3,037,399	552,361	14,021,944
Federal sources	3,100	1,890,152			1,893,252
Total revenues	93,794,688	2,618,276	3,124,867	3,658,116	103,195,947
EXPENDITURES:					
Current expense:					
Regular instruction	29,731,335	492,540			30,223,875
Special education instruction	6,335,189				6,335,189
Other special instruction	1,349,859				1,349,859
Other instruction	1,776,047				1,776,047
Support services and undistributed costs:					
Tuition	5,226,101	1,042,425			6,268,526
Student and instruction related services	11,723,954	334,188			12,058,142
School administration services	3,394,576				3,394,576
General administration services	911,760				911,760
Central services	1,177,958				1,177,958
Administrative information technology services	617,686				617,686
Plant operations and maintenance	7,714,188	294,067			8,008,255
Pupil transportation	2,632,035	32,909			2,664,944
Employee benefits	18,828,964	68,651			18,897,615
Special schools	940,027				940,027
Capital outlay	2,668,342	353,496	18,721,155		21,742,993
Debt service:					
Principal				1,565,000	1,565,000
Interest				2,085,255	2,085,255
Total expenditures	95,028,021	2,618,276	18,721,155	3,650,255	120,017,707
Excess (deficiency) of revenues over (under) expenditures	(1,233,333)		(15,596,288)	7,861	(16,821,760)
Other financing sources (uses):					
Transfers out			(37,468)		(37,468)
Transfers in	37,468				37,468
Capital leases (non-budgeted)	715,000				715,000
Total other financing sources (uses)	752,468		(37,468)		715,000
Net change in fund balances	(480,865)		(15,633,756)	7,861	(16,106,760)
Fund balances - July 1,	5,806,898		18,790,274	7,340	24,604,512
Fund balances - June 30	\$ 5,326,033	\$ -	\$ 3,156,518	\$ 15,201	\$ 8,497,752

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Fiscal Year Ended June 30, 2012

Total net change in fund balances - governmental funds (from B-2) \$ (16,106,760)

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	\$ (2,337,989)	
Capital outlays	<u>21,742,993</u>	19,405,004

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

Principal repayment	<u>1,565,000</u>	1,565,000
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Repayment of capital leases 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.

818,089

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Capital lease proceeds	<u>(715,000)</u>	(715,000)
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In the statement of activities, interest on long-term debt in the statement of activities is accrued regardless of when due. In the governmental funds, interest is reported when due. The difference in accrued interest is a decrease in the reconciliation.

(12,760)

	Sub-total	<u>4,953,573</u>
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The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Fiscal Year Ended June 30, 2012

Balance forward \$ 4,953,573

Debt issuance costs 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 amortization expense. This is the amount by which amortization exceeded capital outlay in the period.

Amortization expense	\$ <u>(14,703)</u>	(14,703)
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In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick days) 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 a reduction in the reconciliation; when the paid amount exceeds the amount earned, the difference is an addition to the reconciliation.

(41,183)

Change in net assets of governmental activities	\$ <u>4,897,687</u>	
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The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Net Assets
Proprietary Funds
June 30, 2012

	Business-type Activities - Enterprise Funds		
	Food Services	Infant/ Toddler Development Program	Totals
ASSETS			
Current assets:			
Cash	\$ 47,691	\$ -	\$ 47,691
Accounts receivable:			
State	452		452
Federal	4,752		4,752
Other	404		404
Inventories	14,763		14,763
Total current assets	<u>68,062</u>		<u>68,062</u>
Noncurrent assets:			
Building improvements and equipment	320,357	352,186	672,543
Less: accumulated depreciation	<u>282,429</u>	<u>189,837</u>	<u>472,266</u>
Total noncurrent assets	<u>37,928</u>	<u>162,349</u>	<u>200,277</u>
Total assets	<u>105,990</u>	<u>162,349</u>	<u>268,339</u>
LIABILITIES			
Current liabilities:			
Accounts payable	14,704	703	15,407
Deferred revenue	3,909	24,400	28,309
Intergovernmental:			
Interfund		<u>39,078</u>	<u>39,078</u>
Total current liabilities	<u>18,613</u>	<u>64,181</u>	<u>82,794</u>
NET ASSETS			
Invested in capital assets, net of related debt	37,928	162,349	200,277
Unrestricted (deficit)	<u>49,449</u>	<u>(64,181)</u>	<u>(14,732)</u>
Total net assets	<u>\$ 87,377</u>	<u>\$ 98,168</u>	<u>\$ 185,545</u>

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds		
	Food Services	Infant/ Toddler Development Program	Totals
	<u> </u>	<u> </u>	<u> </u>
OPERATING REVENUES:			
Charges for services:			
Daily sales - reimbursable programs	\$ 654,676	\$ -	\$ 654,676
Daily sales - non-reimbursable programs	384,578		384,578
Special functions	13,722		13,722
Miscellaneous revenue - fees	<u>25,902</u>	<u>961,850</u>	<u>987,752</u>
Total operating revenue	<u>1,078,878</u>	<u>961,850</u>	<u>2,040,728</u>
OPERATING EXPENSES:			
Salaries	376,435	602,068	978,503
Payroll taxes	57,548	46,058	103,606
Employee benefits	70,198	118,600	188,798
Management and administrative fees	72,932		72,932
Insurance	3,464	16,500	19,964
Telephone	69	250	319
Supplies	1,271	13,016	14,287
Transportation between schools	11,697	15,857	27,554
Rent	10,000	181,932	191,932
Repairs	9,859		9,859
Outside services	21,189	883	22,072
Miscellaneous	30,669		30,669
Uniforms	1,643		1,643
Depreciation	10,914	10,186	21,100
Cost of sales - food and general supplies	<u>556,399</u>		<u>556,399</u>
Total operating expenses	<u>1,234,287</u>	<u>1,005,350</u>	<u>2,239,637</u>
Operating loss	<u>(155,409)</u>	<u>(43,500)</u>	<u>(198,909)</u>
Nonoperating revenues:			
State sources:			
State School Lunch Program	5,933		5,933
Federal sources:			
School Breakfast Program	174		174
National School Lunch Program	61,787		61,787
Food Distribution Program	45,839		45,839
Other sources:			
Interest revenue	1,033		1,033
Miscellaneous revenue	<u>11,114</u>		<u>11,114</u>
Total nonoperating revenues	<u>125,880</u>		<u>125,880</u>
Change in net assets	(29,529)	(43,500)	(73,029)
Total net assets - July 1	<u>116,906</u>	<u>141,668</u>	<u>258,574</u>
Total net assets - June 30	<u>\$ 87,377</u>	<u>\$ 98,168</u>	<u>\$ 185,545</u>

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds		
	Food Services	Infant/ Toddler Development Program	Totals
	<u> </u>	<u> </u>	<u> </u>
Cash flows from operating activities:			
Receipts from customers	\$ 1,137,926	\$ 955,700	\$ 2,093,626
Payments to employees	(376,435)	(602,068)	(978,503)
Payment for payroll taxes and employee benefits	(127,746)	(164,658)	(292,404)
Payments to suppliers	<u>(669,159)</u>	<u>(235,204)</u>	<u>(904,363)</u>
Net cash used by operating activities	<u>(35,414)</u>	<u>(46,230)</u>	<u>(81,644)</u>
Cash flows from noncapital financing activities:			
State sources	6,541		6,541
Federal sources	63,221		63,221
Local sources	11,114		11,114
Operating subsidies and transfers from other funds		<u>39,078</u>	<u>39,078</u>
Net cash provided by noncapital financing activities	<u>80,876</u>	<u>39,078</u>	<u>119,954</u>
Cash flows from capital and related financing activities:			
Additions to building improvements and equipment	<u>(46,973)</u>		<u>(46,973)</u>
Net cash used by capital and related financing activities	<u>(46,973)</u>		<u>(46,973)</u>
Cash flows from investing activities:			
Interest on investments	<u>1,033</u>		<u>1,033</u>
Net cash provided by investing activities	<u>1,033</u>		<u>1,033</u>
Net decrease in cash	(478)	(7,152)	(7,630)
Cash - July 1	<u>48,169</u>	<u>7,152</u>	<u>55,321</u>
Cash - June 30	<u>\$ 47,691</u>	<u>\$ -</u>	<u>\$ 47,691</u>
Reconciliation of operating loss to net cash used by operating activities:			
Operating loss	\$ <u>(155,409)</u>	\$ <u>(43,500)</u>	\$ <u>(198,909)</u>
Adjustments not affecting cash:			
Depreciation	10,914	10,186	21,100
Donated commodities received during the year	45,839		45,839
Change in assets and liabilities:			
Decrease in accounts receivable, net	55,139		55,139
Increase in inventories	(2,265)		(2,265)
Decrease in accounts payable	6,459	(6,766)	(307)
Decrease in deferred revenue	<u>3,909</u>	<u>(6,150)</u>	<u>(2,241)</u>
Total adjustments	<u>119,995</u>	<u>(2,730)</u>	<u>117,265</u>
Net cash used by operating activities	<u>\$ (35,414)</u>	<u>\$ (46,230)</u>	<u>\$ (81,644)</u>

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Agency Funds</u>
ASSETS			
Cash and cash equivalents	\$ 626,228	\$ 65,250	\$ 405,177
Investments, at fair value	1,535,260		
Miscellaneous receivables	<u>2,562</u>		
 Total assets	 <u>2,164,050</u>	 <u>65,250</u>	 <u>\$ 405,177</u>
 LIABILITIES			
Accounts payable	198	17,689	\$ 3,752
Intergovernmental:			
Interfund payable			2,921
Payroll deductions and withholdings			62,194
Due to student groups			<u>336,310</u>
 Total liabilities	 <u>198</u>	 <u>17,689</u>	 <u>\$ 405,177</u>
 NET ASSETS			
Held in trust for unemployment claims and other purposes		<u>\$ 47,561</u>	
Reserved for scholarships	<u>\$ 2,163,852</u>		

The accompanying notes to basic financial statements are an integral part of this statement.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2012

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>
ADDITIONS:		
Contributions:		
Other	\$ 14,151	\$ -
Plan member		<u>72,978</u>
Total contributions	<u>14,151</u>	<u>72,978</u>
Investment earnings:		
Net decrease in the fair value of investments	(77,110)	
Dividends	46,503	
Interest	<u>6,684</u>	<u>169</u>
Net investment earnings	<u>(23,923)</u>	<u>169</u>
Total additions	<u>(9,772)</u>	<u>73,147</u>
DEDUCTIONS:		
Bank fees and other expenses	13,990	
Scholarship/award payments	87,807	
Unemployment compensation insurance claims and fees		<u>49,393</u>
Total deductions	<u>101,797</u>	<u>49,393</u>
Change in net assets	(111,569)	23,754
Net assets - July 1	<u>2,275,421</u>	<u>23,807</u>
Net assets - June 30	<u>\$ 2,163,852</u>	<u>\$ 47,561</u>

The accompanying notes to basic financial statements are an integral part of this statement.

NOTES TO THE BASIC FINANCIAL STATEMENTS

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of the Township of Ridgewood School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government 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 District's accounting policies are described below.

A. Reporting Entity:

The Township of Ridgewood School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of five members elected to three-year terms and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The purpose of the District is to educate students in grades Pre-K-12.

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

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Township of Ridgewood School District this includes general operations, food service, Infant/Toddler Development Center, summer enrichment programs, adult and student pay to participate programs and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit

B. Basis of Presentation:

The District's basic financial statements consist of district-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued):

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net assets presents the financial condition of the governmental and business-type activities of the District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - *governmental, proprietary, and fiduciary* - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund - The general fund is the general operating fund of the District. It is used to account for all expendable financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment, which are classified in the capital outlay sub fund.

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities states 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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued):

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 cannot be transferred from and to current expense without a board resolution and NJDOE approval.

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenue from State and Federal Governments, (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 primarily 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 and from voter approved resources and state aid through economic development grants.

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.

The District reports the following proprietary fund:

Enterprise Funds - The enterprise funds account for all revenues and expenses pertaining to the District's food services (cafeteria) operations and Infant/Toddler Development Program. The enterprise funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the District is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges.

The District reports the following fiduciary funds:

Private Purpose Scholarship Funds: The District maintains funds from donations to provide scholarship and awards.

Unemployment Compensation Insurance Trust Fund: The District maintains a fund to pay for employees' unemployment claims.

Agency Funds: The agency funds are used to account for assets held by the District in a trustee capacity or as an agent for outside parties, including other governments, or on behalf of other funds within the District. Agency funds include payroll, payroll agency, summer savings plan, and student activity funds.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting:

Measurement focus and basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the proprietary funds and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. 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 monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgets/Budgetary Control (Continued):

On January 17, 2012, Chapter 202 of the Laws of P.L. 2011 was approved which established procedures for moving the date of a school district's annual school election from April to the general election in November. Under the new law, districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The board adopted a resolution not to move its annual election to the date of the general election in accordance with the law.

All budget amendments/transfers must be approved by School Board resolution and may be made at any time during the fiscal year, as long as the "transfer from" does not exceed 10% of the original line item budget, is not going to an administrative account, and is not going to or from capital outlay construction of facilities. If a transfer is anticipated to exceed 10%, the District must obtain NJDOE approval prior to making the transfer. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining capital project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the one or more June state aid payments, extraordinary special education costs aid, and additional nonpublic school transportation aid, 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.

E. Encumbrance Accounting:

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Encumbrance Accounting (Continued):

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.

F. Assets, Liabilities and Net Assets or Equity:

Cash:

Cash includes cash in banks.

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

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

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

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank.

Investments:

The District has received restricted donations for scholarships/awards, which according to donor stipulations are to be invested with specific custodians. These custodians, which are subsidiaries of banks, make all investment decisions. These investments are recorded at fair value in the Fiduciary Funds. SIPC replaces investment claims up to a maximum of \$500,000 for each failed brokerage firm.

Receivables and Allowance for Uncollectible Accounts:

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. No allowance for uncollectible accounts has been recorded, as all amounts are considered collectible.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Inventories:

Inventories in the proprietary funds are valued at cost, which approximates market, using the first-in first-out (FIFO) method.

Short-Term Interfund Receivables/Payables:

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

Capital Assets:

The District has an established formal system of accounting for its capital assets. Purchased or constructed capital assets, including assets acquired under capital leases, are reported at cost or estimated historical cost through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The District does not possess any infrastructure.

All reported capital assets, except for land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
School buildings	45
Building improvements	20-45
Site improvements	15-20
Vehicles	5
Furniture, fixtures and equipment	5-20

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Accrued Liabilities and Long-term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the district-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

Accrued Salaries and Wages:

Certain School District employees who provide services to the School 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 amounts earned by these employees were disbursed to the employees' own individual accounts.

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 is attributable to services already rendered, and that is 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 entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In the proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

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 balance of any borrowing 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 District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Equity:

The District has implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". The Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

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

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures - This restriction was created in accordance with N.J.S.A. 18A:7F-7 to represent the June 30, 2011 audited excess surplus that was appropriated in the 2012/2013 original budget certified for taxes.

Reserve For Excess Surplus - This restriction was created in accordance with N.J.S.A. 18A:7F-7 to represent the June 30, 2012 audited excess surplus that is required to be appropriated in the 2013/2014 original budget certified for taxes.

Capital Reserve - This restriction was created by the District in accordance with N.J.A.C. 6A:23A-14.1 to fund future capital expenditures (See Note 13).

Capital Projects - Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

Debt Service - Represents fund balance restricted specifically for the repayment of long-term debt principal and interest in the Debt Service Fund.

Committed Fund Balance - Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Fund Equity (Continued):

Committed Fund Balance (Continued) -

Year End Encumbrances - Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Trustee's for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

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

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

Unassigned Fund Balance - Represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. Unassigned deficit in the capital projects fund is the result of the SDA grant fund receivable not being recorded on a GAAP basis until expended.

Revenues - Exchange and Nonexchange Transactions:

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes, interest, and tuition.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Assets, Liabilities and Net Assets or Equity (Continued):

Interfund Transactions:

Transfers between governmental and business-type activities on the district-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Tuition:

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

Tuition Expenditures – Tuition charges for the fiscal year 2011-2012 were based on rates established by the receiving district or private school for the disabled. These rates are subject to change when the actual costs have been certified by the state.

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds (enterprise funds). For the District, these revenues are sales for food services and tuition fees for the Infant/Toddler Development Program. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the proprietary funds (enterprise funds).

G. Allocation of Indirect Expenses:

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, pension, workers compensation, compensated absences, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

H. Management Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 2. CASH

As of June 30, 2012, cash of the District consisted of \$7,837,689 in insured checking accounts.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District has a deposit policy for custodial credit risk. As of June 30, 2012, the District's bank balances of \$8,490,180 were not exposed to custodial credit risk, as the District's deposits are primarily in public depositories protected from loss under either the FDIC or the provisions of the Governmental Unit Deposit Protection Act. See Note 1.

NOTE 3. INTERFUND BALANCES AND TRANSFERS

The following interfund balances remained on the fund financial statements at June 30, 2012:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 349,176	\$ -
Special Revenue Fund		307,177
Enterprise Funds		39,078
Fiduciary Funds		2,921
	<u>\$ 349,176</u>	<u>\$ 349,176</u>

The receivable/payable between the general fund and the special revenue resulted from the loans made to special revenue to fund grants, until the special revenue fund receives moneys due from federal grants. The receivable/payable between the general fund and the enterprise funds resulted from the loans made to the Infant/Toddler Development Program enterprise fund to fund their deficit, until the Infant/Toddler Development Program returns to profitability. The receivable/payable between the general fund and the fiduciary funds resulted from the time lag between the dates that payments are made between funds.

Interfund transfers for the year ended June 30, 2012 consisted of the following:

	<u>Transfers From Capital Projects Fund</u>
Transfers To:	
General fund	<u>\$ 37,468</u>

Transfers were used to move interest earned in the capital projects fund to the general fund.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 4. RECEIVABLES

Receivables at June 30, 2012, consisted of accounts (primarily rent and tuition), interfund and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of receivables follows:

	Amount
Governmental activities:	
General fund:	
State	\$ 188,128
Interfund	41,999
Other	469,626
Special revenue fund	
Federal	285,499
Other	230,000
Capital projects fund:	
State	2,636,967
 Total governmental activities	 3,852,219
 Business-type activities:	
Food services	5,608
 Total business-type activities	 5,608
 Total receivables	 \$ 3,857,827

NOTE 5. INVENTORIES

Inventories in the Food Services Fund at June 30, 2012, consisted of the following:

Food	\$ 11,637
Supplies	3,126
	\$ 14,763

The value of Federal donated commodities as reflected on Exhibit K-3, Schedule A (required by the Single Audit Act of 1984, as amended by the Single Audit Act Amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 6. DEFERRED BOND ISSUANCE COSTS

The costs associated with the issues of the various bonds amounted to \$228,205, amortized on a straight-line basis over the life of the specific bonds (14 to 25 years). Accumulated amortization amounted to \$76,965. The amortization expense for the fiscal year ended June 30, 2012, amounted to \$14,703.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 7. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reclass/ Retirements</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 7,435,206	\$ -	\$ -	\$ 7,435,206
Construction in progress	<u>23,983,595</u>	<u>18,668,896</u>		<u>42,652,491</u>
Total capital assets not being depreciated	<u>31,418,801</u>	<u>18,668,896</u>		<u>50,087,697</u>
Capital assets being depreciated:				
Site improvements	892,094			892,094
Building and improvements	66,724,061	2,139,990		68,864,051
Vehicles	372,834		(35,000)	337,834
Furniture, fixtures and equipment	<u>7,084,800</u>	<u>934,107</u>	<u>(932,522)</u>	<u>7,086,385</u>
Totals at historical cost	<u>75,073,789</u>	<u>3,074,097</u>	<u>(967,522)</u>	<u>77,180,364</u>
Less accumulated depreciation for:				
Site improvements	(569,477)	(27,628)		(597,105)
Building and improvements	(26,751,247)	(1,162,623)		(27,913,870)
Vehicles	(218,639)	(52,205)	35,000	(235,844)
Furniture, fixtures and equipment	<u>(4,639,656)</u>	<u>(1,095,533)</u>	<u>932,522</u>	<u>(4,802,667)</u>
Total accumulated depreciation	<u>(32,179,019)</u>	<u>(2,337,989)</u>	<u>967,522</u>	<u>(33,549,486)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>42,894,770</u>	<u>736,108</u>		<u>43,630,878</u>
Governmental activities capital assets, net	<u>\$ 74,313,571</u>	<u>\$ 19,405,004</u>	<u>\$ -</u>	<u>\$ 93,718,575</u>
Business-type activities:				
Leasehold improvements and equipment	\$ 625,570	\$ 46,973	\$ -	\$ 672,543
Less accumulated depreciation	<u>(451,166)</u>	<u>(21,100)</u>		<u>(472,266)</u>
Business-type activities capital assets, net	<u>\$ 174,404</u>	<u>\$ 25,873</u>	<u>\$ -</u>	<u>\$ 200,277</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 7. CAPITAL ASSETS (CONTINUED)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Governmental activities:	
Unallocated	\$ 2,337,989
Business-type activities:	
Food services	10,914
Infant/Toddler Development Program	<u>10,186</u>
 Total	 <u><u>\$ 2,359,089</u></u>

NOTE 8. LONG-TERM OBLIGATIONS

During the fiscal year ended June 30, 2012, the following changes occurred in long-term obligations:

	Balance, July 1, 2011	Increases	Decreases	Balance June 30, 2012	Amounts Due Within One Year
Bonds payable	\$ 51,915,000	\$ -	\$ (1,565,000)	\$ 50,350,000	\$ 1,640,000
Compensated absences payable	1,395,924	71,336	(30,153)	1,437,107	877,786
Obligations under capital leases	<u>1,866,566</u>	<u>715,000</u>	<u>(818,089)</u>	<u>1,763,477</u>	<u>678,035</u>
	<u><u>\$ 55,177,490</u></u>	<u><u>\$ 786,336</u></u>	<u><u>\$ (2,413,242)</u></u>	<u><u>\$ 53,550,584</u></u>	<u><u>\$ 3,195,821</u></u>

Compensated absences and capital leases have been liquidated in the general fund.

A. General Obligation Bonds:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums, to provide funds for the acquisition and construction of major capital facilities. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

Interest paid on debt issued by the District is exempt from federal income tax.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

A. General Obligation Bonds (Continued):

Bonds payable at June 30, 2012 are comprised of the following issues:

	Governmental Activities			
	Issue Dates	Interest Rates	Date of Maturity	Balance June 30, 2012
Bonds payable	10/15/2004	2.5% - 5.25%	10/1/2018	\$ 8,700,000
	4/8/2010	2.0% - 4.4%	3/15/2035	38,220,000
	6/1/2011	2.0% - 5.0%	3/15/2035	3,430,000
Total bonds				\$ 50,350,000

B. Bonds Authorized But Not Issued:

None

C. Debt Service Requirements:

Debt service requirements on serial bonds payable at June 30, 2012 are as follows:

Year Ending June 30,	Principal	Interest	Total
2013	\$ 1,640,000	\$ 2,053,173	\$ 3,693,173
2014	1,755,000	1,978,973	3,733,973
2015	1,845,000	1,912,488	3,757,488
2016	1,950,000	1,838,740	3,788,740
2017	2,045,000	1,754,246	3,799,246
2018-2022	9,795,000	7,566,125	17,361,125
2023-2027	10,630,000	5,669,850	16,299,850
2028-2032	12,280,000	3,388,525	15,668,525
2033-2035	8,410,000	733,519	9,143,519
	\$ 50,350,000	\$ 26,895,639	\$ 77,245,639

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

D. Bond Refunding:

The Board adopted a refunding bond ordinance on September 27, 2010, and a resolution on October 18, 2010, for the purpose of issuing Refunding Bonds (the Refunding Bonds) in order to advance refund a portion of the outstanding 2003 Bond Issuance dated February 15, 2003, (the Prior Bonds) which were issued to finance the construction of additions to and renovations of various existing schools.

The approval was obtained from the New Jersey Local Finance Board of the Department of Community Affairs on October 13, 2010.

On June 1, 2011, the Board issued \$3,475,000 in general obligation bonds dated June 1, 2011, with a true interest rate of 3.351% to advance refund \$3,411,000 of outstanding 2003 series bonds with an average interest rate of 4.352%. The net proceeds were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for redemption of bonds maturing February 15 in the years 2013 through 2028, which were subject to redemption prior to maturity at the option of the Board on or after February 15, 2012. As a result, this portion of the 2003 Series bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net assets.

E. Capital Leases Payable:

The District is leasing equipment, computers and lighting totaling approximately \$3,419,500, under capital leases. The capital leases are for terms of five years. The following is a schedule of the future minimum lease payments under the capital leases, and the present value of the net minimum lease payments at June 30, 2012.

Year Ending June 30,

2013	\$ 723,402
2014	573,480
2015	404,483
2016	<u>149,701</u>
Total minimum lease payments	1,851,066
Less: Amounts representing interest	<u>87,589</u>
Present value of net minimum lease payments	<u><u>\$ 1,763,477</u></u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

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

Public Employees' Retirement System (PERS) - Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

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

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

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

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

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

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions. The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Significant Legislation

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

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

- New members of TPAF and PERS hired on or after June 28, 2011 (Tier 5 members), will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of 1/4 to 1 percent for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the TPAF and PERS is increased from age 62 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PERS members enrolled after June 28, 2011 (Tier 3 members), will be 60 percent instead of 65 percent of the member's final compensation plus 1 percent for each year of creditable service over 25 years but not to exceed 30 years.
- Active member contribution rates will increase. TPAF and PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years. For Fiscal Year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contributions for TPAF and PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.

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

Employer and Employee Contribution Requirement

The contribution policy is set by laws of the State of New Jersey, and requires contributions by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As defined, the retirement systems require employee contributions based on 6.5% for PERS, 6.5% for TPAF and 5.5% for DCRP of the employee's annual compensation.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for 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 TPAF (Paid on-behalf of the District)

<u>Year Funding</u>	<u>Normal Pension Cost</u>	<u>Non-Contributory Group Life Insurance (NCGI)</u>	<u>Post- Retirement Medical Contributions</u>	<u>Total Pension and NCGI</u>
2012	\$ 1,231,044	\$ 132,108	\$ 2,740,292	\$ 4,103,444
2011	0	130,779	2,777,747	2,908,526
2010	0	139,652	2,622,868	2,762,520

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

Three-Year Trend Information for PERS			
Year Funding	Normal Pension Cost	Non-Contributory Group-Life Insurance (NCGI)	Total Pension and NCGI
2012	\$ 783,379	\$ 49,911	\$ 833,290
2011	770,016	58,482	828,498
2010	552,681	76,644	629,325

During the fiscal year ended June 30, 2012, the District contributed \$833,290 to the PERS.

During the fiscal year ended June 30, 2012, the District contributed \$16,554 to DCRP.

During the fiscal year ended June 30, 2012, the State of New Jersey contributed \$4,103,444, to the TPAF on behalf of the District, \$2,740,292 for post-retirement benefits, \$132,108 for non-contributory group insurance premiums, and \$1,231,044 for normal and other pension costs. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$3,136,845 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. These amounts have been included in the district-wide financial statements, and the fund based statements as a revenue and expenditure in accordance with GASB 24.

NOTE 10. POST-RETIREMENT BENEFITS

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

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 11. COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave days per fiscal school year in accordance with the District's personnel policy. Unused sick leave may be accumulated and carried forward to the subsequent years. Upon retirement, the District shall pay the employee for unused sick leave in accordance with the District's agreements with the various employee unions. In accordance with the District's agreements with various employee unions and District policies, a certain number of vacation days not used during the year may be carried forward and taken with approval from the Superintendent.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees.

NOTE 12. DEFERRED COMPENSATION

The District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Lincoln Investment	The Equitable
The Prudential Insurance Company of America	Union Central
Templeton	VALIC

NOTE 13. CAPITAL RESERVE ACCOUNT

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

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 13. CAPITAL RESERVE ACCOUNT (CONTINUED)

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. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2011	\$ 2,035,334
Increased by:	
Interest earnings	13,564
Deposit approved by board resolution June 4, 2012	89,033
Ending balance, June 30, 2012	\$ 2,137,931

The June 30, 2012 LRFP balance of local support costs of uncompleted capital projects is approximately \$25,000,000.

NOTE 14. NET ASSETS OR FUND BALANCE- UNRESTRICTED (DEFICIT)

The District has a deficit in unrestricted net assets of the governmental activities in the Statement of Net Assets of \$1,415,055. 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 payments 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 cannot 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 governmental activities deficit in unrestricted net assets does not alone indicate that the district is facing financial difficulties.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 14. NET ASSETS OR FUND BALANCE – UNRESTRICTED (DEFICIT) (CONTINUED)

The deficit is a result of the following:

Unassigned general fund balance (Exhibit C-1)	\$ 2,320,458
Unrecognized state aid payments for 2011-2012	(1,724,839)
Compensated absences payable	(1,437,107)
Accrued interest payable	(641,512)
Assigned year-end encumbrances	<u>67,945</u>
Unrestricted net assets (deficit) (Exhibit A-1)	<u>\$ (1,415,055)</u>

Additionally, the District has an unassigned deficit in the capital projects fund in the fund financial statement's balance sheet of \$2,383,023, due to recognition of the committed year-end encumbrances but the non-recognition of state aid for the capital projects.

The District has an unrestricted deficit in the Infant/Toddler Development Program of \$64,181, which will be reduced in future years through increased fees or reductions of expenses.

NOTE 15. TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2012, the District transferred \$1,807,988 to the capital outlay facilities acquisition and construction services line item accounts. Transfers in the amount of \$487,240 were from prior year encumbrances, and \$1,320,748 in transfers was approved by the Executive County Superintendent to support emergent circumstances pursuant to N.J.A.C. 6A:23A-13.3(h).

NOTE 16. FUND BALANCE APPROPRIATED

General Fund - Of the \$5,326,033 general fund balance in the fund financial statements at June 30, 2012, \$524,538 is committed for encumbrances; \$67,945 is assigned for encumbrances; \$2,000,000 is restricted as reserve for excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$1,100,000 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2013); \$2,137,931 has been restricted in the capital reserve account; and \$595,619 is unassigned. During the fiscal year ended June 30, 2012, authorized and approved appropriations of \$471,322 from surplus were made on December 19, 2011, from 2011 additional state aid for extraordinary special education costs aid (\$453,580) and additional nonpublic school transportation and other state aid (\$17,742).

Debt Service Fund – All of the \$15,201 debt service fund balance in the fund financial statements at June 30, 2012, is restricted for debt service. Of the \$15,201 debt service fund balance, \$7,340 has been appropriated and included as anticipated revenue for the year ending June 30, 2013.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012

NOTE 17. CALCULATION OF EXCESS SURPLUS

The designation for reserved fund balance - excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. 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 \$900,000.

NOTE 18. CONTINGENCIES AND OTHER MATTERS

The District is involved in claims incidental to its operations. In the opinion of the administration, the ultimate resolution of these matters will not have a material effect on the financial position of the District.

The District is a participant, together with other school districts, in a joint insurance workers' compensation trust. In the event that claims against the trust exceed annual revenues, the District would be obligated to contribute its ratable share of the losses to pay the liabilities.

The District had contracted with an insurance company for health benefit coverage. The contract required the district to pay residual premium expenses (administrative expenses), claims and a computed supplemental premium reserve. The District's costs could not exceed a negotiated fixed amount on an annual basis. The District's financial statements reflect the total costs for the contract for the fiscal year ended June 30, 2012, including the estimate for the incurred but not reported claims (IBNR). Effective July 1, 2012, the District changed the insurance company for health benefit coverage.

Federal Arbitrage Regulations - The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2012, the District had no estimated arbitrage earnings due to the IRS.

The District participates in federal awards and state financial assistance grant programs. Expenditures financed by such grant programs are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with applicable laws, regulations, contracts and grant agreements, the District may be required to reimburse the grantor government. As of June 30, 2012, significant amounts of grant expenditures have not been audited, but the District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the District. The District is not aware of any material items of noncompliance which would result in the disallowance of grant expenditures.

**TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2012**

NOTE 19. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters (See Note 18).

Property, Liability, Workers' Compensation Insurance

The District maintains commercial insurance coverage for property, liability, and student accident and surety bonds. The District also participates, together with other school districts, in a joint insurance workers' compensation trust (See Note 18). 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>Amount Reimbursed</u>	<u>Ending Balance</u>
2011-2012	\$ -0-	\$ 72,978	\$ 49,393	\$ 47,561
2010-2011	-0-	69,283	200,921	23,807
2009-2010	-0-	70,111	114,660	154,688

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 81,323,178	\$ -	\$ 81,323,178	\$ 81,323,178	\$ -
Tuition	532,667		532,667	340,410	(192,257)
Interest earned on capital reserve funds	3,500		3,500	13,564	10,064
Interest on investments	62,475		62,475	68,867	6,392
Miscellaneous	1,496,086		1,496,086	1,617,860	121,774
Total - local sources	83,417,906		83,417,906	83,363,879	(54,027)
State sources:					
Special education aid	849,425	849,426	1,698,851	1,698,851	
Extraordinary special education costs aid	1,032,596		1,032,596	1,595,175	562,579
Other state aids				114,783	114,783
On-behalf TPAF pension - non-contributory insurance (non-budgeted)				132,108	132,108
On-behalf TPAF pension - post retirement medical contributions (non-budgeted)				2,740,292	2,740,292
On-behalf TPAF pension - normal costs (non-budgeted)				1,231,044	1,231,044
Reimbursed TPAF social security contributions (non-budgeted)				3,136,845	3,136,845
Total - state sources	1,882,021	849,426	2,731,447	10,649,098	7,917,651
Federal sources:					
Medicaid reimbursement	18,819		18,819		(18,819)
Education Jobs Fund				3,100	3,100
Total - federal sources	18,819		18,819	3,100	(15,719)
Total revenues	85,318,746	849,426	86,168,172	94,016,077	7,847,905

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See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Regular programs - instruction:					
Salaries of teachers:					
Kindergarten	\$ 910,787	\$ (13,670)	\$ 897,117	\$ 897,117	\$
Grades 1-5	10,605,516	73,755	10,679,271	10,679,271	
Grades 6-8	7,470,431	16,024	7,486,455	7,486,455	
Grades 9-12	8,704,118	52,443	8,756,561	8,756,561	
Regular programs - home instruction:					
Salaries of teachers	24,102	25,279	49,381	49,381	
Purchased professional - educational services	14,733	(3,435)	11,298	11,298	
Regular programs - undistributed instruction:					
Other salaries for instruction	26,300	(14,990)	11,310	11,310	
Purchased professional - educational services		2,121	2,121	2,121	
Other purchased services	624,483	245,937	870,420	870,420	
General supplies	725,928	153,309	879,237	862,402	16,835
Textbooks	240,215	(135,158)	105,057	104,999	58
Other objects	12,207	(10,713)	1,494	1,494	1,494
	<u>29,358,820</u>	<u>390,902</u>	<u>29,749,722</u>	<u>29,731,335</u>	<u>18,387</u>
Total regular programs - instruction					
Special education - instruction:					
Learning and/or language disabilities:					
Salaries of teachers	550,741	105,422	656,163	656,163	
Other salaries for instruction	292,704	189,499	482,203	482,203	
General supplies	3,014	(232)	2,782	2,782	
	<u>846,459</u>	<u>294,689</u>	<u>1,141,148</u>	<u>1,141,148</u>	
Total learning and/or language disabilities					

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TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource room/resource center:					
Salaries of teachers	\$ 2,723,771	\$ 282,867	\$ 3,006,638	\$ 3,006,638	\$
Other salaries for instruction	276,392	655,257	931,649	931,649	
General supplies	9,378	(1,419)	7,959	7,959	
Textbooks	1,884	(1,884)			
Other objects	250		250	250	
Total resource room/resource center	3,011,675	934,821	3,946,496	3,946,496	
Autism:					
Salaries of teachers	147,972	156,462	304,434	304,434	
Other salaries for instruction	93,918	238,405	332,323	332,323	
Purchased professional/educational services		780	780	780	
General supplies	5,518	(1,580)	3,938	3,938	
Other objects	3,061	(3,061)			
Total autism	250,469	391,006	641,475	641,475	
Preschool disabilities - full-time:					
Salaries of teachers	400,273	1,455	401,728	401,728	
Other salaries for instruction	252,496	(93,154)	159,342	159,342	
Other purchased services	4,881	2,050	6,931	6,180	751
General supplies	8,341	(2,761)	5,580	5,580	
Other objects	1,241	(1,241)			
Total preschool disabilities - full-time	667,232	(93,651)	573,581	572,830	751
Home instruction:					
Salaries of teachers		21,193	21,193	21,193	
Purchased professional - educational services	15,576	2,066	17,642	12,047	5,595
Total home instruction	15,576	23,259	38,835	33,240	5,595
Total special education - instruction	4,791,411	1,550,124	6,341,535	6,335,189	6,346

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Basic skills/remedial - instruction:					
Salaries of teachers	\$ 973,422	\$ (5,059)	\$ 968,363	\$ 967,790	\$ 573
General supplies	3,406	(270)	3,136	2,564	572
Total basic skills/remedial - instruction	<u>976,828</u>	<u>(5,329)</u>	<u>971,499</u>	<u>970,354</u>	<u>1,145</u>
Bilingual education - instruction:					
Salaries of teachers	358,166	19,691	377,857	377,857	
General supplies	1,849	(192)	1,657	1,648	9
Textbooks	309		309		309
Total bilingual education - instruction	<u>360,324</u>	<u>19,499</u>	<u>379,823</u>	<u>379,505</u>	<u>318</u>
School sponsored cocurricular activities - instruction:					
Salaries	244,643	91,681	336,324	336,248	76
Purchased services	28,739	(2,655)	26,084	26,059	25
Supplies and materials	1,047	5,318	6,365	6,365	
Other objects	10,241	(911)	9,330	9,324	6
Total school sponsored cocurricular activities - instruction	<u>284,670</u>	<u>93,433</u>	<u>378,103</u>	<u>377,996</u>	<u>107</u>
School sponsored athletics - instruction:					
Salaries	566,351	64,516	630,867	630,835	32
Purchased services	91,104	8,783	99,887	99,887	
Supplies and materials	101,299	(6,427)	94,872	94,872	
Other objects	42,148	8,421	50,569	50,569	
Total school sponsored athletics - instruction	<u>800,902</u>	<u>75,293</u>	<u>876,195</u>	<u>876,163</u>	<u>32</u>
Summer school - instruction:					
Salaries of teachers		47,218	47,218	47,218	
Other salaries for instruction		38,505	38,505	38,505	
Total summer school - instruction		<u>85,723</u>	<u>85,723</u>	<u>85,723</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Summer school - support services					
Salaries	\$ _____	\$ 21,505	\$ 21,505	\$ 21,505	\$ _____
Total summer school support services	_____	21,505	21,505	21,505	_____
Other instructional programs - instruction:					
Salaries	878,955	(471,009)	407,946	407,946	
Supplies and materials	41		41		41
Other objects	6,250	828	7,078	6,714	364
Total other instructional programs - instruction	885,246	(470,181)	415,065	414,660	405
Total - instruction	37,458,201	1,760,969	39,219,170	39,192,430	26,740
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs within the state-special	804,197	(102,142)	702,055	662,762	39,293
Tuition to county vocational school-regular	371,220	21,170	392,390	392,390	
Tuition to county special services school districts and regional day schools	865,922	(353,919)	512,003	512,003	
Tuition to private schools for the handicapped within the state	2,867,291	(90,225)	2,777,066	2,777,066	
Tuition to private schools for the handicapped and other LEAs - special, outside the state	158,022	713,604	871,626	871,626	
Tuition - other	5,100	5,154	10,254	10,254	
Total undistributed expenditures - instruction	5,071,752	193,642	5,265,394	5,226,101	39,293
Attendance and social work services:					
Salaries	60,694	4,305	64,999	64,999	
Other purchased services	1,000	(1,000)			
Total attendance and social work services	61,694	3,305	64,999	64,999	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Health services:					
Salaries	\$ 602,031	\$ 48,618	\$ 650,649	\$ 650,016	\$ 633
Other purchased services	832	(297)	535	535	
Supplies and materials	19,412	(3,652)	15,760	15,750	10
Other objects	1,803	(1,203)	600	600	
Total health services	624,078	43,466	667,544	666,901	643
Speech/occupational therapy/physical therapy and related services:					
Salaries	1,290,558	186,788	1,477,346	1,477,087	259
Purchased professional - educational services	602,240	228,038	830,278	796,376	33,902
Supplies and materials	9,478	(4,142)	5,336	5,336	
Other objects	2,971	(2,273)	698	698	
Total speech/occupational therapy/physical therapy and related services	1,905,247	408,411	2,313,658	2,279,497	34,161
Extraordinary services:					
Salaries	612,542	318,396	930,938	928,961	1,977
Purchased professional - educational services	448,950	125,274	574,224	566,683	7,541
Supplies and materials	8,665	(1,038)	7,627	6,816	811
Total extraordinary services	1,070,157	442,632	1,512,789	1,502,460	10,329
Guidance services:					
Salaries of other professional staff	1,576,133	297,122	1,873,255	1,873,255	
Salaries of secretarial and clerical assistants	184,709	(4,180)	180,529	180,529	
Purchased professional - educational services	7,117	(6,617)	500	500	
Other purchased services	24,645	(10,769)	13,876	13,431	445
Supplies and materials	46,095	2,910	49,005	49,005	
Other objects		545	545	545	
Total guidance services	1,838,699	279,011	2,117,710	2,117,265	445

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Child study teams:					
Salaries of other professional staff	\$ 2,107,866	\$ 178,187	\$ 2,286,053	\$ 2,285,916	\$ 137
Salaries of secretarial and clerical assistants	304,501	(46,590)	257,911	257,911	
Other purchased professional and technical services	29,038	(16,358)	12,680	12,680	
Residential costs	24,613	(24,613)			
Other purchased services		4,818	4,818	3,972	846
Supplies and materials	12,508	398	12,906	12,584	322
Other objects	5,314	(1,660)	3,654	2,604	1,050
Total child study teams	2,483,840	94,182	2,578,022	2,575,667	2,355
Improvement of instruction services:					
Salaries of supervisors of instruction		490,978	490,978	490,978	
Salaries of other professional staff	979,753	(867,322)	112,431	112,431	
Salaries of secretarial and clerical assistants	154,938	77,638	232,576	231,964	612
Purchased professional - educational services	8,342	(8,310)	32		32
Other purchased services	15,453	2,028	17,481	17,260	221
Supplies and materials	6,290	(2,087)	4,203	4,102	101
Other objects	3,408	4,554	7,962	7,954	8
Total improvement of instruction services	1,168,184	(302,521)	865,663	864,689	974
Educational media services/school library:					
Salaries	1,170,801	167,688	1,338,489	1,335,010	3,479
Purchased professional and technical services	3,000	(3,000)			
Other purchased services	9,678	4,496	14,174	14,086	88
Supplies and materials	154,965	51,763	206,728	206,296	432
Other objects	160		160		160
Total educational media/library services	1,338,604	220,947	1,559,551	1,555,392	4,159

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Instructional staff training services:					
Salaries of other professional staff	\$ 15,000	\$ 9,998	\$ 24,998	\$ 24,408	\$ 590
Salaries of secretarial and clerical assistants	14,685	38,588	53,273	53,273	
Other purchased services	13,337	2,183	15,520	11,013	4,507
Supplies and materials	5,200	3,615	8,815	8,390	425
Total instructional staff training services	48,222	54,384	102,606	97,084	5,522
Support services - general administration:					
Salaries	382,262	(66,961)	315,301	315,301	
Legal services	30,619	42,281	72,900	72,782	118
Audit fees	60,000	16,480	76,480	36,905	39,575
Other purchased professional services	3,522	(2,600)	922		922
Communications/telephone	189,330	(6,136)	183,194	182,676	518
BOE other purchased services	250	1,158	1,408	878	530
Other purchased services	204,688	41,706	246,394	242,621	3,773
General supplies	18,607	(4,307)	14,300	14,300	
Miscellaneous expenditures	11,125	9,184	20,309	19,634	675
BOE membership dues and fees	29,705	(2,400)	27,305	26,663	642
Total support services - general administration	930,108	28,405	958,513	911,760	46,753

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See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support services - school administration:					
Salaries of principals/assistant principals	\$ 2,226,617	\$ 59,287	\$ 2,285,904	\$ 2,285,873	\$ 31
Salaries of secretarial and clerical assistants	971,306	(20,542)	950,764	950,764	
Other salaries	97,483	13,091	110,574	110,574	
Purchased professional and technical services	3,090	(3,090)			
Other purchased services	19,778	(13,974)	5,804	5,265	539
Supplies and materials	49,332	(8,752)	40,580	39,926	654
Other objects	6,590	(4,416)	2,174	2,174	
Total support services - school administration	3,374,196	21,604	3,395,800	3,394,576	1,224
Central services:					
Salaries	1,043,497	(29,484)	1,014,013	1,014,013	
Purchased professional services	75,482	31,681	107,163	90,070	17,093
Miscellaneous purchased services	123,282	(77,686)	45,596	40,835	4,761
Supplies and materials	15,704	12,859	28,563	28,563	
Miscellaneous expenditures	2,592	2,150	4,742	4,477	265
Total central services	1,260,557	(60,480)	1,200,077	1,177,958	22,119
Administrative information technology:					
Salaries	392,075	51,631	443,706	443,049	657
Purchased professional services	15,290	(6,793)	8,497	6,000	2,497
Other purchased services	324,145	(87,429)	236,716	69,585	167,131
Supplies and materials	62,880	41,726	104,606	98,317	6,289
Other objects		735	735	735	
Total administrative information technology	794,390	(130)	794,260	617,686	176,574

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Required maintenance for school facilities:					
Salaries	\$ 145,737	\$ (23,581)	\$ 122,156	\$ 121,825	\$ 331
Cleaning, repair and maintenance services	1,496,548	(376,381)	1,120,167	1,025,843	94,324
General supplies	154,709	79,809	234,518	226,245	8,273
Other objects	4,742	3,177	7,919	7,919	
Total required maintenance for school facilities	1,801,736	(316,976)	1,484,760	1,381,832	102,928
Custodial services:					
Salaries	127,479	54,928	182,407	182,407	
Purchased professional and technical services	179,256	(74,788)	104,468	104,468	
Cleaning, repair and maintenance services	3,059,414	568,099	3,627,513	3,626,520	993
Rental of land and buildings other than lease purchase agreements	35,414	1,531	36,945	36,945	
Other purchased property services	123,748	20,813	144,561	143,988	573
Insurance	316,739	(22,430)	294,309	294,306	3
Miscellaneous purchased services	15,060	217,303	232,363	166,363	66,000
General supplies	91,694	(51,809)	39,885	36,500	3,385
Energy (natural gas)	785,123	(581,498)	203,625	132,519	71,106
Energy (electricity)	1,282,482	(145,163)	1,137,319	1,016,175	121,144
Energy (oil)	606	(606)			
Other objects	500	1,913	2,413	2,413	
Total custodial services	6,017,515	(11,707)	6,005,808	5,742,604	263,204
Care and upkeep of grounds:					
Purchased professional and technical services	409,509	(325,382)	84,127	84,127	
Cleaning, repair and maintenance services	105,727	185,876	291,603	285,978	5,625
General supplies	6,180	17,128	23,308	23,308	
Other objects		80,639	80,639	65,446	15,193
Total care and upkeep of grounds	521,416	(41,739)	479,677	458,859	20,818

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Security:					
Purchased professional and technical services	\$ 32,709	\$ 7,264	\$ 39,973	\$ 34,410	\$ 5,563
Cleaning, repair and maintenance services	42,035	54,448	96,483	96,483	
Total security	74,744	61,712	136,456	130,893	5,563
Student transportation services:					
Salaries for pupil transportation (between home and school) - regular	57,640	(148)	57,492	57,492	
Salaries for pupil transportation (other than between home and school)	4,085	10,984	15,069	15,069	
Management fees - ESC transportation programs	87,910	(27,547)	60,363	60,363	
Cleaning, repair and maintenance services	3,231	(407)	2,824	2,263	561
Contracted services - aid in lieu of payments for non-public school students	106,636	(28,881)	77,755	77,755	
Contracted services (between home and school) - vendors	703,679	3,396	707,075	707,075	
Contracted services (other than between home and school) - vendors	208,931	28,094	237,025	237,025	
Contracted services (between home and school) - joint agreements	107,100	(15,481)	91,619	91,230	389
Contracted services (special education students) - vendors	25,158	(10,516)	14,642	14,370	272
Contracted services (special education students) - joint agreements	1,594,893	(232,116)	1,362,777	1,361,939	838
Miscellaneous purchased services - transportation	19,348	(18,848)	500	145	355
Transportation supplies	1,185	6,124	7,309	7,309	
Total student transportation services	2,919,796	(285,346)	2,634,450	2,632,035	2,415

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Personnel services - unallocated employee benefits:					
Social security contributions	\$ 650,000	\$ 76,357	\$ 726,357	\$ 710,041	\$ 16,316
Other retirement contributions	830,000	28,242	858,242	793,209	65,033
Unemployment compensation	100,000	(100,000)			
Workmen's compensation	305,137	(27,128)	278,009	278,009	
Health benefits	11,978,867	(2,039,735)	9,939,132	9,642,837	296,295
Tuition reimbursement	165,000	(46,956)	118,044	115,459	2,585
Other employee benefits	39,638	10,912	50,550	49,120	1,430
	<u>14,068,642</u>	<u>(2,098,308)</u>	<u>11,970,334</u>	<u>11,588,675</u>	<u>381,659</u>
Total personnel services - unallocated employee benefits					
On-behalf TPAF pension - non-contributory insurance (non-budgeted)				132,108	(132,108)
On-behalf TPAF pension - post retirement medical contributions (non-budgeted)				2,740,292	(2,740,292)
On-behalf TPAF pension - normal costs (non-budgeted)				1,231,044	(1,231,044)
Reimbursed TPAF social security contributions (non-budgeted)				3,136,845	(3,136,845)
				<u>7,240,289</u>	<u>(7,240,289)</u>
Total undistributed expenditures	<u>47,373,577</u>	<u>(1,265,506)</u>	<u>46,108,071</u>	<u>52,227,222</u>	<u>(6,119,151)</u>
Total expenditures - current expense	<u>84,831,778</u>	<u>495,463</u>	<u>85,327,241</u>	<u>91,419,652</u>	<u>(6,092,411)</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY:					
Equipment:					
Regular programs - instruction:					
Grades 1-5	\$	\$ 21,470	\$ 21,470	\$ 21,470	\$
Grades 6-8		7,499	7,499	7,495	4
Undistributed expenditures:					
Administrative information technology		8,890	8,890	8,890	
Required maintenance for school facilities equipment		5,497	5,497	5,497	
Total equipment		<u>43,356</u>	<u>43,356</u>	<u>43,352</u>	<u>4</u>
Facilities acquisition and construction services:					
Architectural/engineering services	54,572	(54,572)			
Other purchased professional and technical services		260,588	260,588	167,700	92,888
Construction services	541,820	1,601,972	2,143,792	1,729,782	414,010
Other objects	12,508		12,508	12,508	
Total facilities acquisition and construction services	<u>608,900</u>	<u>1,807,988</u>	<u>2,416,888</u>	<u>1,909,990</u>	<u>506,898</u>
Assets acquired under capital leases (non-budgeted):					
Undistributed expenditures:					
Equipment				715,000	(715,000)
Total assets acquired under capital leases (non-budgeted)				<u>715,000</u>	<u>(715,000)</u>
Total capital outlay	<u>608,900</u>	<u>1,851,344</u>	<u>2,460,244</u>	<u>2,668,342</u>	<u>(208,098)</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
SPECIAL SCHOOLS:					
Summer school - instruction:					
Salaries of teachers	\$ 8,405	\$ 733	\$ 9,138	\$ 9,138	\$
Other salaries for instruction	100,421	(91,939)	8,482	8,482	
Total summer school - instruction:	<u>108,826</u>	<u>(91,206)</u>	<u>17,620</u>	<u>17,620</u>	
Summer school - support services:					
Salaries	10,670	(10,670)			
Personal services - employee benefits	15,300		15,300	1,348	13,952
Total summer school - support services	<u>25,970</u>	<u>(10,670)</u>	<u>15,300</u>	<u>1,348</u>	<u>13,952</u>
Total summer school	<u>134,796</u>	<u>(101,876)</u>	<u>32,920</u>	<u>18,968</u>	<u>13,952</u>
Other special schools - instruction:					
Salaries of teachers	417,421	(29,899)	387,522	387,522	
Purchased professional and technical services	10,930	(10,242)	688		688
General supplies	10,655	(908)	9,747	9,747	
Other objects	945	(945)			
Total other special schools - instruction	<u>439,951</u>	<u>(41,994)</u>	<u>397,957</u>	<u>397,269</u>	<u>688</u>
Other special schools - support services:					
Salaries	81,100	(13,491)	67,609	67,609	
Personal services - employee benefits	50,759	19,729	70,488	44,315	26,173
Other purchased services	174,287	(140,601)	33,686	33,686	
Supplies and materials	1,658	6,260	7,918	7,918	
Other objects	11,744	14,101	25,845	25,845	
Total other special schools - support services	<u>319,548</u>	<u>(114,002)</u>	<u>205,546</u>	<u>179,373</u>	<u>26,173</u>
Total other special schools	<u>759,499</u>	<u>(155,996)</u>	<u>603,503</u>	<u>576,642</u>	<u>26,861</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Adult education - local - instruction:					
Salaries of teachers	\$ 193,100	\$ (63,532)	\$ 129,568	\$ 129,568	\$
Purchased professional and technical services	20,000	(5,350)	14,650	11,003	3,647
Other purchased services	39,100	4,864	43,964	43,964	
General supplies	4,300	(2,310)	1,990	1,990	
Textbooks	3,650	(3,209)	441	441	
	<u>260,150</u>	<u>(69,537)</u>	<u>190,613</u>	<u>186,966</u>	<u>3,647</u>
Total adult education - local - instruction					
Adult education - local - support services:					
Salaries	52,105	(5,753)	46,352	46,352	
Personal services - employee benefits	21,681	4,851	26,532	23,219	3,313
Other purchased services	99,101	(9,804)	89,297	87,338	1,959
Supplies and materials	682		682	542	140
Other objects	3,617	(2,579)	1,038		1,038
	<u>177,186</u>	<u>(13,285)</u>	<u>163,901</u>	<u>157,451</u>	<u>6,450</u>
Total adult education - local - support services					
Total adult education - local	<u>437,336</u>	<u>(82,822)</u>	<u>354,514</u>	<u>344,417</u>	<u>10,097</u>
Total special schools	<u>1,331,631</u>	<u>(340,694)</u>	<u>990,937</u>	<u>940,027</u>	<u>50,910</u>
Total expenditures	<u>86,772,309</u>	<u>2,006,113</u>	<u>88,778,422</u>	<u>95,028,021</u>	<u>(6,249,599)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,453,563)</u>	<u>(1,156,687)</u>	<u>(2,610,250)</u>	<u>(1,011,944)</u>	<u>1,598,306</u>
Other financing sources (uses):					
Operating transfers in - Capital Projects Fund	100,450		100,450	37,468	(62,982)
Capital leases (non-budgeted)				715,000	715,000
Total other financing sources (uses)	<u>100,450</u>		<u>100,450</u>	<u>752,468</u>	<u>652,018</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (1,353,113)	\$ (1,156,687)	\$ (2,509,800)	\$ (259,476)	\$ 2,250,324
Fund balance - July 1	<u>7,310,348</u>	<u> </u>	<u>7,310,348</u>	<u>7,310,348</u>	<u> </u>
Fund balance - June 30	<u>\$ 5,957,235</u>	<u>\$ (1,156,687)</u>	<u>\$ 4,800,548</u>	<u>\$ 7,050,872</u>	<u>\$ 2,250,324</u>
Recapitulation of excess (deficiency) of revenues over (under) expenditures:					
Adjustment for prior year encumbrance	\$	\$ (681,865)	\$ (681,865)	\$ (681,865)	\$
Increase in capital reserve:					
Interest earned	3,500	(3,500)		13,564	13,564
Budgeted fund balance	<u>(1,356,613)</u>	<u>(471,322)</u>	<u>(1,827,935)</u>	<u>408,825</u>	<u>2,236,760</u>
Total	<u>\$ (1,353,113)</u>	<u>\$ (1,156,687)</u>	<u>\$ (2,509,800)</u>	<u>\$ (259,476)</u>	<u>\$ 2,250,324</u>
Recapitulation of fund balances:					
Restricted fund balance:					
Reserved excess surplus - designated for subsequent year's expenditures				\$ 1,100,000	
Reserve for excess surplus				900,000	
Capital reserve				2,137,931	
Committed fund balance:					
Year-end encumbrances				524,538	
Assigned fund balance:					
Year-end encumbrances				67,945	
Unassigned fund balance				<u>2,320,458</u>	
Total fund balance				7,050,872	
Reconciliation to Governmental Funds Statements (GAAP):					
State aid payments not recognized on GAAP basis				<u>(1,724,839)</u>	
Fund balance per Governmental Funds (GAAP)				<u>\$ 5,326,033</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Education Jobs Fund Program
Budgetary and Actual
For the Fiscal Year Ended June 30, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Extraordinary services:			
Salaries	\$ <u>3,100</u>	\$ <u>3,100</u>	\$ <u>-</u>
Total instruction	\$ <u><u>3,100</u></u>	\$ <u><u>3,100</u></u>	\$ <u><u>-</u></u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State sources	\$ 9,163	\$ (3,895)	\$ 5,268	\$ 4,475	\$ (793)
Federal sources	1,062,934	1,217,716	2,280,650	1,890,152	(390,498)
Local sources		851,528	851,528	723,649	(127,879)
Total revenues	1,072,097	2,065,349	3,137,446	2,618,276	(519,170)
EXPENDITURES:					
Instruction:					
Salaries of teachers	128,174	348,302	476,476	293,941	182,535
Other salaries for instruction		16,118	16,118	15,479	639
Purchased professional - educational services		18,301	18,301	11,542	6,759
Other purchased services		5,099	5,099	2,558	2,541
Tuition	859,260	183,165	1,042,425	1,042,425	
General supplies		145,742	145,742	123,701	22,041
Textbooks	332	1,428	1,760	1,757	3
Other objects		60,285	60,285	43,562	16,723
Total instruction	987,766	778,440	1,766,206	1,534,965	231,241
Support services:					
Salaries of program directors		77,637	77,637	41,200	36,437
Salaries of other professional staff	75,500	3,620	79,120	78,902	218
Salaries of secretarial and clerical assistants		31,090	31,090	12,360	18,730
Other salaries		46,084	46,084	84	46,000
Personal services - employee benefits		106,381	106,381	68,651	37,730
Purchased professional educational services	8,427	136,050	144,477	107,582	36,895
Other purchased professional services	404	3,326	3,730	1,650	2,080
Cleaning, repair and maintenance services		227,363	227,363	222,779	4,584
Rentals (includes capital lease payments)		71,288	71,288	71,288	
Contracted transportation services		41,936	41,936	32,909	9,027
Travel		33,886	33,886	6,903	26,983
Other purchased services				10,170	(10,170)
Supplies and materials		150,920	150,920	74,356	76,564
Other objects		1,366	1,366	981	385
Total support services	84,331	930,947	1,015,278	729,815	285,463
Facilities acquisition and construction services:					
Construction services		230,000	230,000	230,000	
Instructional equipment		70,036	70,036	67,571	2,465
Noninstructional equipment		55,926	55,926	55,925	1
Total facilities acquisition and construction services		355,962	355,962	353,496	2,466
Total expenditures/outflows	1,072,097	2,065,349	3,137,446	2,618,276	519,170
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ -

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Notes to Required Supplementary Information
 Budget-to-GAAP Reconciliation
 For the Fiscal Year Ended June 30, 2012

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources:		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 94,016,077	\$ 2,618,276
Difference - budget to GAAP:		
State aid payments recognized for GAAP statements in the current year, previously recognized for budgetary purposes	1,503,450	
State aid payments recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	<u>(1,724,839)</u>	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 93,794,688</u>	<u>\$ 2,618,276</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$ 95,028,021</u>	<u>\$ 2,618,276</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 95,028,021</u>	<u>\$ 2,618,276</u>

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012
 (With Comparative Totals For June 30, 2011)

	(Exhibit E-1a) Nonpublic Services	(Exhibit E-1b) E.S.E.A.	(Exhibit E-1c) I.D.E.A.	(Exhibit E-1d) Other Federal	(Exhibit E-1e) Other Local Projects	Totals
REVENUES:						
State sources	\$ 4,475	\$ -	\$ -	\$ -	\$ -	\$ 4,475
Federal sources		248,636	1,044,005	597,511		1,890,152
Local sources					723,649	723,649
Total revenues	4,475	248,636	1,044,005	597,511	723,649	2,618,276
EXPENDITURES:						
Instruction:						
Salaries of teachers		105,972		126,750	61,219	293,941
Other salaries for instruction		10,461		5,018		15,479
Purchased professional - educational services		11,542				11,542
Other purchased services					2,558	2,558
Tuition			1,042,425			1,042,425
General supplies		15,239		46,962	61,500	123,701
Textbooks	1,757					1,757
Other objects					43,562	43,562
Total instruction	1,757	143,214	1,042,425	178,730	168,839	1,534,965
Support services:						
Salaries of program directors				41,200		41,200
Salaries of other professional staff		69,279		5,607	4,016	78,902
Salaries of secretarial and clerical assistants				12,360		12,360
Other salaries					84	84
Personal services - employee benefits		35,203		29,515	3,933	68,651
Purchased professional educational services	2,648			104,334	600	107,582
Other purchased professional services	70		1,580			1,650
Cleaning, repair and maintenance services				185,119	37,660	222,779
Rentals (includes capital lease payments)					71,288	71,288
Contracted transportation services					32,909	32,909
Travel				6,903		6,903
Other purchased services		848		4,822	4,500	10,170
Supplies and materials		92		19,761	54,503	74,356
Other objects					981	981
Total support services	2,718	105,422	1,580	409,621	210,474	729,815
Facilities acquisition and construction services:						
Construction services					230,000	230,000
Instructional equipment				9,160	58,411	67,571
Noninstructional equipment					55,925	55,925
Total facilities acquisition and construction services				9,160	344,336	353,496
Total expenditures	\$ 4,475	\$ 248,636	\$ 1,044,005	\$ 597,511	\$ 723,649	\$ 2,618,276

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Special Revenue Fund
 Nonpublic Services
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012

	Compensatory Education	Supplemental Instruction	Examination and Classification	Corrective Speech	Textbook	Nursing	Totals
REVENUES:							
State sources	\$ 592	\$ 140	\$ 1,126	\$ 790	\$ 1,757	\$ 70	\$ 4,475
EXPENDITURES:							
Instruction:							
Textbooks					1,757		1,757
Total instruction					1,757		1,757
Support services:							
Purchased professional educational services	592	140	1,126	790			2,648
Other purchased professional services						70	70
Total support services	592	140	1,126	790		70	2,718
Total expenditures	\$ <u>592</u>	\$ <u>140</u>	\$ <u>1,126</u>	\$ <u>790</u>	\$ <u>1,757</u>	\$ <u>70</u>	\$ <u>4,475</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Special Revenue Fund
 E.S.E.A.
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012

	<u>Title I</u> Current Year	<u>Title I</u> Summer	<u>Title I</u> Carryover	<u>Title II</u> Part A Current Year	<u>Title III</u> Part A Current Year	<u>Title III</u> Part A Carryover	<u>Title III</u> Part A Carryover	<u>Totals</u>
REVENUES:								
Federal sources	\$ 133,682	\$ 1,475	\$ 3,930	\$ 83,227	\$ 21,344	\$ 1,640	\$ 3,338	\$ 248,636
EXPENDITURES:								
Instruction:								
Salaries of teachers	102,697		3,275					105,972
Other salaries for instruction					10,461			10,461
Purchased professional - educational services	10,067	1,475						11,542
General supplies	1,026				9,235	1,640	3,338	15,239
Total instruction	<u>113,790</u>	<u>1,475</u>	<u>3,275</u>		<u>19,696</u>	<u>1,640</u>	<u>3,338</u>	<u>143,214</u>
Support services:								
Salaries of other professional staff				69,279				69,279
Personal services - employee benefits	19,892		655	13,856	800			35,203
Other purchased services					848			848
Supplies and materials				92				92
Total support services	<u>19,892</u>		<u>655</u>	<u>83,227</u>	<u>1,648</u>			<u>105,422</u>
Total expenditures	<u>\$ 133,682</u>	<u>\$ 1,475</u>	<u>\$ 3,930</u>	<u>\$ 83,227</u>	<u>\$ 21,344</u>	<u>\$ 1,640</u>	<u>\$ 3,338</u>	<u>\$ 248,636</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Special Revenue Fund
I.D.E.A.
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2012

	<u>Part B - Basic</u> <u>Current</u> <u>Year</u>	<u>Preschool</u> <u>Current</u> <u>Year</u>	<u>Totals</u>
REVENUES:			
Federal sources	\$ 1,007,035	\$ 36,970	\$ 1,044,005
EXPENDITURES:			
Instruction:			
Tuition	<u>1,005,455</u>	<u>36,970</u>	<u>1,042,425</u>
Total instruction	<u>1,005,455</u>	<u>36,970</u>	<u>1,042,425</u>
Support services:			
Other purchased professional services	<u>1,580</u>	<u></u>	<u>1,580</u>
Total support services	<u>1,580</u>	<u></u>	<u>1,580</u>
Total expenditures	<u>\$ 1,007,035</u>	<u>\$ 36,970</u>	<u>\$ 1,044,005</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Special Revenue Fund
 Other Federal Projects
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012

	A.R.R.A. IDEA Basic	A.R.R.A. IDEA Preschool	Total A.R.R.A.	Teaching American History	FEMA Public Assistance	Totals
REVENUES:						
Federal sources	\$ 86,053	\$ 947	\$ 87,000	\$ 325,392	\$ 185,119	\$ 597,511
EXPENDITURES:						
Instruction:						
Salaries of teachers				126,750		126,750
Other salaries for instruction	5,018		5,018			5,018
General supplies	46,015	947	46,962			46,962
Total instruction	51,033	947	51,980	126,750		178,730
Support services:						
Salaries of program directors				41,200		41,200
Salaries of other professional staff	5,607		5,607			5,607
Salaries of secretarial and clerical assistants				12,360		12,360
Personal services - employee benefits	429		429	29,086		29,515
Purchased professional educational services				104,334		104,334
Cleaning, repair and maintenance services					185,119	185,119
Travel				6,903		6,903
Other purchased services	4,822		4,822			4,822
Supplies and materials	15,002		15,002	4,759		19,761
Total support services	25,860		25,860	198,642	185,119	409,621
Facilities acquisition and construction services:						
Instructional equipment	9,160		9,160			9,160
Total facilities acquisition and construction services	9,160		9,160			9,160
Total expenditures	\$ 86,053	\$ 947	\$ 87,000	\$ 325,392	\$ 185,119	\$ 597,511

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Special Revenue Fund
 Other Projects
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012

	<u>Bergen County Historic Preservation</u>	<u>RPEF Grants</u>	<u>Parent Organization Grants</u>	<u>Other Grants</u>	<u>Total</u>
REVENUES:					
Local sources	\$ 230,000	\$ 40,867	\$ 444,906	\$ 7,876	\$ 723,649
EXPENDITURES:					
Instruction:					
Salaries of teachers			61,219		61,219
Other purchased services			2,558		2,558
General supplies			61,500		61,500
Other objects		40,867		2,695	43,562
Total instruction		40,867	125,277	2,695	168,839
Support services:					
Salaries of other professional staff			4,016		4,016
Other salaries			84		84
Personal services - employee benefits			3,933		3,933
Purchased professional educational services			600		600
Cleaning, repair and maintenance services			37,660		37,660
Rentals (includes capital lease payments)			71,288		71,288
Contracted transportation services			32,909		32,909
Other purchased services				4,500	4,500
Supplies and materials			54,503		54,503
Other objects			300	681	981
Total support services			205,293	5,181	210,474
Facilities acquisition and construction services:					
Construction services	230,000				230,000
Instructional equipment			58,411		58,411
Noninstructional equipment			55,925		55,925
Total facilities acquisition and construction services	230,000		114,336		344,336
Total expenditures	\$ 230,000	\$ 40,867	\$ 444,906	\$ 7,876	\$ 723,649

CAPITAL PROJECTS FUND DETAIL STATEMENTS

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Project Expenditures
 For the Fiscal Year Ended June 30, 2012

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Issue/Project Title	Original Date	Appropriations	Total Expenditures to Date		Unexpended Balance June 30, 2012
			Prior Years	Current Year	
Ridgewood High School Rehabilitation Projects	12/8/2009	\$ 9,244,091	\$ 3,068,953	\$ 4,844,368	\$ 1,330,770
Willard Rehabilitation Projects	12/8/2009	1,670,014	1,253,167	49,774	367,073
Willard Classrooms Additions	12/8/2009	5,347,799	986,086	3,627,207	734,506
Ridge Classrooms Additions	12/8/2009	4,313,696	3,494,162	666,687	152,847
Hawes Roof Replacement	12/8/2009	1,400,978	1,091,111	25,977	283,890
Travell Roof Replacement	12/8/2009	885,599	556,097	21,964	307,538
Hawes Classrooms Additions	12/8/2009	3,827,013	3,615,179	198,290	13,544
Ridgewood High School Rehabilitation Projects	12/8/2009	948,193	827,221	61,816	59,156
Somerville Roof Replacement	12/8/2009	675,290	419,702	20,435	235,153
Benjamin Franklin Improvements to Ventilation and A/C System	12/8/2009	713,547	565,105	74,094	74,348
George Washington Classrooms Rehabilitation	12/8/2009	953,099	173,626	672,274	107,199
George Washington Rehab Electrical and Replace Windows	12/8/2009	404,384	84,390	296,785	23,209
Ridge Rehabilitation of Electrical Service	12/8/2009	126,106	20,612	25,367	80,127
Orchard Installation of Occupancy Sensors	12/8/2009	18,718	3,182	9,352	6,184
George Washington Construction and Addition	12/8/2009	11,176,050	2,236,429	7,233,584	1,706,037
Benjamin Franklin New Track	12/8/2009	2,336,043	1,965,350	366,828	3,865
Ridgewood High School Fields Rehabilitation	12/8/2009	4,224,092	3,693,644	526,353	4,095
Totals		\$ 48,264,712	\$ 24,054,016	\$ 18,721,155	\$ 5,489,541
					\$ 5,489,541
Contribution from private sources					50,000
Fund balance - budgetary basis					5,539,541
Less unrecognized state building aid from SDA grants					(2,383,023)
Fund balance - GAAP basis					\$ 3,156,518

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Summary Schedule of Revenues, Expenditures
 and Changes in Fund Balance - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012

REVENUES AND OTHER FINANCING SOURCES:	
Contribution from private sources	\$ 50,000
Interest earned on investments	<u>37,468</u>
Total revenues	<u>87,468</u>
EXPENDITURES AND OTHER FINANCING USES:	
Purchased professional and technical services	713,716
Construction services	17,749,191
General supplies	205,989
Equipment purchases	52,259
Transfer to General Fund - interest income	<u>37,468</u>
Total expenditures	<u>18,758,623</u>
Excess (deficiency) of revenues over (under) expenditures	(18,671,155)
Fund balance - July 1	<u>24,210,696</u>
Fund balance - June 30 (budgetary)	5,539,541
Reconciliation to GAAP:	
Less unrecognized revenue	<u>(2,383,023)</u>
Fund balance - GAAP	<u>\$ 3,156,518</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridgewood High School Rehabilitation Projects
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 3,926,037	\$ -	\$ 3,926,037	\$ 3,926,037
Bond proceeds and transfers	<u>5,889,054</u>	<u>(571,000)</u>	<u>5,318,054</u>	<u>5,318,054</u>
Total revenues	<u>9,815,091</u>	<u>(571,000)</u>	<u>9,244,091</u>	<u>9,244,091</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	718,175	116,553	834,728	1,069,397
Construction services	2,350,778	4,723,099	7,073,877	8,169,978
General supplies	<u>4,716</u>	<u>4,716</u>	<u>4,716</u>	<u>4,716</u>
Total expenditures	<u>3,068,953</u>	<u>4,844,368</u>	<u>7,913,321</u>	<u>9,244,091</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 6,746,138</u>	<u>\$ (5,415,368)</u>	<u>\$ 1,330,770</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-050-09-3007
SDA project number	4390-050-09-0ZCK
Grant number	G5-3395
Grant notification date	2/22/2010
Grant amount	\$3,926,037
Bond authorization date	12/8/2009
Bonds authorized	\$5,889,054
Bonds issued	\$5,889,054
Original authorized cost	\$9,815,091
Additional authorized cost	(\$571,000)
Revised authorized cost	\$9,244,091
Percentage increase over original authorized cost	-5.82%
Percentage completion	81.03%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Willard Rehabilitation Projects
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 870,858	\$ -	\$ 870,858	\$ 870,858
Bond proceeds and transfers	<u>1,306,288</u>	<u>(507,132)</u>	<u>799,156</u>	<u>799,156</u>
Total revenues	<u>2,177,146</u>	<u>(507,132)</u>	<u>1,670,014</u>	<u>1,670,014</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	134,314	13,438	147,752	148,555
Construction services	<u>1,118,853</u>	<u>36,336</u>	<u>1,155,189</u>	<u>1,521,459</u>
Total expenditures	<u>1,253,167</u>	<u>49,774</u>	<u>1,302,941</u>	<u>1,670,014</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 923,979</u>	<u>\$ (556,906)</u>	<u>\$ 367,073</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-130-09-1014
SDA project number	4390-130-09-0ZCR
Grant number	G5-3402
Grant notification date	2/22/2010
Grant amount	\$870,858
Bond authorization date	12/8/2009
Bonds authorized	\$1,306,288
Bonds issued	\$1,306,288
Original authorized cost	\$2,177,146
Additional authorized cost	(\$507,132)
Revised authorized cost	\$1,670,014
Percentage increase over original authorized cost	-23.29%
Percentage completion	85.00%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Willard Classrooms Additions
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 802,771	\$ -	\$ 802,771	\$ 802,771
Bond proceeds and transfers	4,385,562	159,466	4,545,028	4,545,028
Contribution from private sources		50,000	50,000	
	<u>5,188,333</u>	<u>209,466</u>	<u>5,397,799</u>	<u>5,347,799</u>
Total revenues				
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	478,697	88,566	567,263	601,548
Construction services	507,264	3,531,314	4,038,578	4,655,271
General supplies	125	7,327	7,452	90,980
	<u>986,086</u>	<u>3,627,207</u>	<u>4,613,293</u>	<u>5,347,799</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	\$ <u>4,202,247</u>	\$ <u>(3,417,741)</u>	\$ <u>784,506</u>	\$ <u>-</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-130-09-1001
SDA project number	4390-130-09-0ZZI
Grant number	G5-3756
Grant notification date	2/22/2010
Grant amount	\$802,771
Bond authorization date	12/8/2009
Bonds authorized	\$4,385,562
Bonds issued	\$4,385,562
Original authorized cost	\$5,188,333
Additional authorized cost	\$209,466
Revised authorized cost	\$5,397,799
Percentage increase over original authorized cost	4.04%
Percentage completion	85.00%
Original target completion date	12/31/2012
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridge Classrooms Additions
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 784,015	\$ -	\$ 784,015	\$ 784,015
Bond proceeds and transfers	<u>4,310,681</u>	<u>(781,000)</u>	<u>3,529,681</u>	<u>3,529,681</u>
Total revenues	<u>5,094,696</u>	<u>(781,000)</u>	<u>4,313,696</u>	<u>4,313,696</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	450,978	96,571	547,549	605,780
Construction services	3,030,431	446,092	3,476,523	3,569,244
General supplies	4,958	94,040	98,998	100,893
Equipment purchases	<u>7,795</u>	<u>29,984</u>	<u>37,779</u>	<u>37,779</u>
Total expenditures	<u>3,494,162</u>	<u>666,687</u>	<u>4,160,849</u>	<u>4,313,696</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,600,534</u>	<u>\$ (1,447,687)</u>	<u>\$ 152,847</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-090-09-1003
SDA project number	4390-090-09-0ZZH
Grant number	G5-3755
Grant notification date	2/22/2010
Grant amount	\$784,015
Bond authorization date	12/8/2009
Bonds authorized	\$4,310,681
Bonds issued	\$4,310,681
Original authorized cost	\$5,094,696
Additional authorized cost	(\$781,000)
Revised authorized cost	\$4,313,696
Percentage increase over original authorized cost	-15.33%
Percentage completion	99.99%
Original target completion date	12/31/11
Revised target completion date	8/31/12

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Hawes Roof Replacement
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 730,391	\$ -	\$ 730,391	\$ 730,391
Bond proceeds and transfers	<u>1,095,587</u>	<u>(425,000)</u>	<u>670,587</u>	<u>670,587</u>
Total revenues	<u>1,825,978</u>	<u>(425,000)</u>	<u>1,400,978</u>	<u>1,400,978</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	123,445	12,065	135,510	183,638
Construction services	<u>967,666</u>	<u>13,912</u>	<u>981,578</u>	<u>1,217,340</u>
Total expenditures	<u>1,091,111</u>	<u>25,977</u>	<u>1,117,088</u>	<u>1,400,978</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 734,867</u>	<u>\$ (450,977)</u>	<u>\$ 283,890</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-085-09-1010
SDA project number	4390-085-09-0ZCN
Grant number	G5-3398
Grant notification date	2/22/2010
Grant amount	\$730,391
Bond authorization date	12/8/2009
Bonds authorized	\$1,095,587
Bonds issued	\$1,095,587
Original authorized cost	\$1,825,978
Additional authorized cost	(\$425,000)
Revised authorized cost	\$1,400,978
Percentage increase over original authorized cost	-23.28%
Percentage completion	99.99%
Original target completion date	12/31/2010
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Travell Roof Replacement
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 537,506	\$ -	\$ 537,506	\$ 537,506
Bond proceeds and transfers	<u>806,259</u>	<u>(458,166)</u>	<u>348,093</u>	<u>348,093</u>
Total revenues	<u>1,343,765</u>	<u>(458,166)</u>	<u>885,599</u>	<u>885,599</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	98,903	8,049	106,952	141,127
Construction services	<u>457,194</u>	<u>13,915</u>	<u>471,109</u>	<u>744,472</u>
Total expenditures	<u>556,097</u>	<u>21,964</u>	<u>578,061</u>	<u>885,599</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 787,668</u>	<u>\$ (480,130)</u>	<u>\$ 307,538</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-110-09-1013
SDA project number	4390-110-09-0ZCQ
Grant number	G5-3401
Grant notification date	2/22/2010
Grant amount	\$537,506
Bond authorization date	12/8/2009
Bonds authorized	\$806,259
Bonds issued	\$806,259
Original authorized cost	\$1,343,765
Additional authorized cost	(\$458,166)
Revised authorized cost	\$885,599
Percentage increase over original authorized cost	-34.10%
Percentage completion	99.99%
Original target completion date	12/31/2010
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Hawes Classrooms Additions
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 510,224	\$ -	\$ 510,224	\$ 510,224
Bond proceeds and transfers	<u>3,115,504</u>	<u>201,285</u>	<u>3,316,789</u>	<u>3,316,789</u>
Total revenues	<u>3,625,728</u>	<u>201,285</u>	<u>3,827,013</u>	<u>3,827,013</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	450,173	75,304	525,477	536,426
Construction services	3,162,896	12,572	3,175,468	3,175,467
General supplies	2,110	88,139	90,249	90,249
Equipment purchases	<u> </u>	<u>22,275</u>	<u>22,275</u>	<u>24,871</u>
Total expenditures	<u>3,615,179</u>	<u>198,290</u>	<u>3,813,469</u>	<u>3,827,013</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 10,549</u>	<u>\$ 2,995</u>	<u>\$ 13,544</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-085-09-1002
SDA project number	4390-085-09-0ZZG
Grant number	G5-3754
Grant notification date	2/22/2010
Grant amount	\$510,224
Bond authorization date	12/8/2009
Bonds authorized	\$3,115,504
Bonds issued	\$3,115,504
Original authorized cost	\$3,625,728
Additional authorized cost	\$201,285
Revised authorized cost	\$3,827,013
Percentage increase over original authorized cost	5.55%
Percentage completion	99.99%
Original target completion date	12/31/2011
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridgewood High School Rehabilitation Projects
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 409,054	\$ -	\$ 409,054	\$ 409,054
Bond proceeds and transfers	<u>613,582</u>	<u>(74,443)</u>	<u>539,139</u>	<u>539,139</u>
Total revenues	<u>1,022,636</u>	<u>(74,443)</u>	<u>948,193</u>	<u>948,193</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	132,900	56,826	189,726	197,600
Construction services	<u>694,321</u>	<u>4,990</u>	<u>699,311</u>	<u>750,593</u>
Total expenditures	<u>827,221</u>	<u>61,816</u>	<u>889,037</u>	<u>948,193</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 195,415</u>	<u>\$ (136,259)</u>	<u>\$ 59,156</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-050-09-3006
SDA project number	4390-050-09-0ZQG
Grant number	G5-3751
Grant notification date	3/20/2009
Grant amount	\$409,054
Bond authorization date	12/8/2009
Bonds authorized	\$613,582
Bonds issued	\$613,582
Original authorized cost	\$1,022,636
Additional authorized cost	(\$74,443)
Revised authorized cost	\$948,193
Percentage increase over original authorized cost	-7.28%
Percentage completion	99.99%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Somerville Roof Replacement
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 408,916	\$ -	\$ 408,916	\$ 408,916
Bond proceeds and transfers	<u>613,374</u>	<u>(347,000)</u>	<u>266,374</u>	<u>266,374</u>
Total revenues	<u>1,022,290</u>	<u>(347,000)</u>	<u>675,290</u>	<u>675,290</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	76,570	6,128	82,698	108,121
Construction services	<u>343,132</u>	<u>14,307</u>	<u>357,439</u>	<u>567,169</u>
Total expenditures	<u>419,702</u>	<u>20,435</u>	<u>440,137</u>	<u>675,290</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 602,588</u>	<u>\$ (367,435)</u>	<u>\$ 235,153</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-100-09-1012
SDA project number	4390-100-09-0ZCP
Grant number	G5-3400
Grant notification date	2/22/2010
Grant amount	\$408,916
Bond authorization date	12/8/2009
Bonds authorized	\$613,374
Bonds issued	\$613,374
Original authorized cost	\$1,022,290
Additional authorized cost	(\$347,000)
Revised authorized cost	\$675,290
Percentage increase over original authorized cost	-33.94%
Percentage completion	99.99%
Original target completion date	12/31/2010
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Benjamin Franklin Improvements to Ventilation and A/C System
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 326,619	\$ -	\$ 326,619	\$ 326,619
Bond proceeds and transfers	<u>489,928</u>	<u>(103,000)</u>	<u>386,928</u>	<u>386,928</u>
Total revenues	<u>816,547</u>	<u>(103,000)</u>	<u>713,547</u>	<u>713,547</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	35,222	4,899	40,121	70,317
Construction services	<u>529,883</u>	<u>69,195</u>	<u>599,078</u>	<u>643,230</u>
Total expenditures	<u>565,105</u>	<u>74,094</u>	<u>639,199</u>	<u>713,547</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 251,442</u>	<u>\$ (177,094)</u>	<u>\$ 74,348</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-060-09-2008
SDA project number	4390-060-09-0ZCL
Grant number	G5-3396
Grant notification date	2/22/2010
Grant amount	\$326,619
Bond authorization date	12/8/2009
Bonds authorized	\$489,928
Bonds issued	\$489,928
Original authorized cost	\$816,547
Additional authorized cost	(\$103,000)
Revised authorized cost	\$713,547
Percentage increase over original authorized cost	-12.61%
Percentage completion	99.99%
Original target completion date	9/1/2011
Revised target completion date	8/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 George Washington Classrooms Rehabilitation
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 269,568	\$ -	\$ 269,568	\$ 269,568
Bond proceeds and transfers	<u>404,351</u>	<u>279,180</u>	<u>683,531</u>	<u>683,531</u>
Total revenues	<u>673,919</u>	<u>279,180</u>	<u>953,099</u>	<u>953,099</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	47,037	4,806	51,843	52,499
Construction services	<u>126,589</u>	<u>667,468</u>	<u>794,057</u>	<u>900,600</u>
Total expenditures	<u>173,626</u>	<u>672,274</u>	<u>845,900</u>	<u>953,099</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 500,293</u>	<u>\$ (393,094)</u>	<u>\$ 107,199</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-070-09-1005
SDA project number	4390-070-09-0ZZF
Grant number	G5-3753
Grant notification date	2/22/2010
Grant amount	\$269,568
Bond authorization date	12/8/2009
Bonds authorized	\$404,351
Bonds issued	\$404,351
Original authorized cost	\$673,919
Additional authorized cost	\$279,180
Revised authorized cost	\$953,099
Percentage increase over original authorized cost	41.43%
Percentage completion	85.00%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 George Washington Rehabilitation of Electrical Service and Window Replacement
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 162,024	\$ -	\$ 162,024	\$ 162,024
Bond proceeds and transfers	<u>243,035</u>	<u>(675)</u>	<u>242,360</u>	<u>242,360</u>
Total revenues	<u>405,059</u>	<u>(675)</u>	<u>404,384</u>	<u>404,384</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	30,193	2,836	33,029	34,334
Construction services	<u>54,197</u>	<u>293,949</u>	<u>348,146</u>	<u>370,050</u>
Total expenditures	<u>84,390</u>	<u>296,785</u>	<u>381,175</u>	<u>404,384</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 320,669</u>	<u>\$ (297,460)</u>	<u>\$ 23,209</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-070-09-1009
SDA project number	4390-070-09-0ZCM
Grant number	G5-3397
Grant notification date	2/22/2010
Grant amount	\$162,024
Bond authorization date	12/8/2009
Bonds authorized	\$243,035
Bonds issued	\$243,035
Original authorized cost	\$405,059
Additional authorized cost	(\$675)
Revised authorized cost	\$404,384
Percentage increase over original authorized cost	-0.17%
Percentage completion	85.00%
Original target completion date	12/31/2012
Revised target completion date	12/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridge Rehabilitation of Electrical Service
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 96,442	\$ -	\$ 96,442	\$ 96,442
Bond proceeds and transfers	<u>144,664</u>	<u>(115,000)</u>	<u>29,664</u>	<u>29,664</u>
Total revenues	<u>241,106</u>	<u>(115,000)</u>	<u>126,106</u>	<u>126,106</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	15,869	1,461	17,330	33,755
Construction services	<u>4,743</u>	<u>23,906</u>	<u>28,649</u>	<u>92,351</u>
Total expenditures	<u>20,612</u>	<u>25,367</u>	<u>45,979</u>	<u>126,106</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 220,494</u>	<u>\$ (140,367)</u>	<u>\$ 80,127</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-090-09-1011
SDA project number	4390-090-09-0ZCO
Grant number	G5-3399
Grant notification date	2/22/2010
Grant amount	\$96,442
Bond authorization date	12/8/2009
Bonds authorized	\$144,664
Bonds issued	\$144,664
Original authorized cost	\$241,106
Additional authorized cost	(\$115,000)
Revised authorized cost	\$126,106
Percentage increase over original authorized cost	-47.70%
Percentage completion	94.00%
Original target completion date	12/31/2012
Revised target completion date	12/31/2012

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Orchard Installation of Occupancy Sensors
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA Grant	\$ 10,287	\$ -	\$ 10,287	\$ 10,287
Bond proceeds and transfers	<u>15,431</u>	<u>(7,000)</u>	<u>8,431</u>	<u>8,431</u>
Total revenues	<u>25,718</u>	<u>(7,000)</u>	<u>18,718</u>	<u>18,718</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	1,689	254	1,943	3,601
Construction services	<u>1,493</u>	<u>9,098</u>	<u>10,591</u>	<u>15,117</u>
Total expenditures	<u>3,182</u>	<u>9,352</u>	<u>12,534</u>	<u>18,718</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 22,536</u>	<u>\$ (16,352)</u>	<u>\$ 6,184</u>	<u>\$ -</u>

ADDITIONAL PROJECT INFORMATION:

NJ DOE project number	4390-120-09-1015
SDA project number	4390-120-09-0ZQH
Grant number	G5-3752
Grant notification date	2/22/2010
Grant amount	\$10,287
Bond authorization date	12/8/2009
Bonds authorized	\$15,431
Bonds issued	\$15,431
Original authorized cost	\$25,718
Additional authorized cost	(\$7,000)
Revised authorized cost	\$18,718
Percentage increase over original authorized cost	-27.22%
Percentage completion	94.00%
Original target completion date	9/1/2013
Revised target completion date	9/1/2013

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 George Washington Construction and Addition
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 8,834,154	\$ 2,341,896	\$ 11,176,050	\$ 11,176,050
Total revenues	<u>8,834,154</u>	<u>2,341,896</u>	<u>11,176,050</u>	<u>11,176,050</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	794,306	124,980	919,286	976,739
Construction services	1,442,123	7,096,837	8,538,960	10,103,089
General supplies	<u>11,767</u>	<u>11,767</u>	<u>11,767</u>	<u>96,222</u>
Total expenditures	<u>2,236,429</u>	<u>7,233,584</u>	<u>9,470,013</u>	<u>11,176,050</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 6,597,725</u>	<u>\$ (4,891,688)</u>	<u>\$ 1,706,037</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	N/A			
SDA project number	N/A			
Grant number	N/A			
Grant notification date	N/A			
Grant amount	N/A			
Bond authorization date	12/8/2009			
Bonds authorized	\$9,594,243			
Bonds issued	\$9,594,243			
Original authorized cost	\$9,594,243			
Additional authorized cost	\$1,581,807			
Revised authorized cost	\$11,176,050			
Percentage increase over original authorized cost	16.49%			
Percentage completion	85.00%			
Original target completion date	12/31/2012			
Revised target completion date	12/31/2012			

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Benjamin Franklin New Track
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ <u>1,965,350</u>	\$ <u>370,693</u>	\$ <u>2,336,043</u>	\$ <u>2,336,043</u>
Total revenues	<u>1,965,350</u>	<u>370,693</u>	<u>2,336,043</u>	<u>2,336,043</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	84,053	38,991	123,044	126,908
Construction services	<u>1,881,297</u>	<u>327,837</u>	<u>2,209,134</u>	<u>2,209,135</u>
Total expenditures	<u>1,965,350</u>	<u>366,828</u>	<u>2,332,178</u>	<u>2,336,043</u>
Excess (deficiency) of revenues over (under) expenditures	\$ <u>-</u>	\$ <u>3,865</u>	\$ <u>3,865</u>	\$ <u>-</u>
ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	N/A			
SDA project number	N/A			
Grant number	N/A			
Grant notification date	N/A			
Grant amount	N/A			
Bond authorization date	12/8/2009			
Bonds authorized	\$1,205,863			
Bonds issued	\$1,205,863			
Original authorized cost	\$1,205,863			
Additional authorized cost	\$1,130,180			
Revised authorized cost	\$2,336,043			
Percentage increase over original authorized cost	93.72%			
Percentage completion	99.99%			
Original target completion date	9/1/11			
Revised target completion date	8/31/12			

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Capital Projects Fund
 Schedule of Revenues, Expenditures, Project Balance, and
 Project Status - Budgetary Basis
 Ridgewood High School Fields Rehabilitation
 From Inception and for the Fiscal Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 4,187,196	\$ 36,896	\$ 4,224,092	\$ 4,224,092
Total revenues	<u>4,187,196</u>	<u>36,896</u>	<u>4,224,092</u>	<u>4,224,092</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased professional and technical services	328,833	61,989	390,822	394,917
Construction services	<u>3,364,811</u>	<u>464,364</u>	<u>3,829,175</u>	<u>3,829,175</u>
Total expenditures	<u>3,693,644</u>	<u>526,353</u>	<u>4,219,997</u>	<u>4,224,092</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 493,552</u>	<u>\$ (489,457)</u>	<u>\$ 4,095</u>	<u>\$ -</u>
ADDITIONAL PROJECT INFORMATION:				
NJ DOE project number	N/A			
SDA project number	N/A			
Grant number	N/A			
Grant notification date	N/A			
Grant amount	N/A			
Bond authorization date	12/8/2009			
Bonds authorized	\$4,187,196			
Bonds issued	\$4,187,196			
Original authorized cost	\$4,187,196			
Additional authorized cost	\$36,896			
Revised authorized cost	\$4,224,092			
Percentage increase over original authorized cost	0.88%			
Percentage completion	99.99%			
Original target completion date	9/1/2011			
Revised target completion date	8/31/2012			

PROPRIETARY FUNDS DETAIL STATEMENTS

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the District's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

Infant/Toddler Development Program - This program provides for the operation of early education and childcare services.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.

FIDUCIARY FUNDS DETAIL STATEMENTS

Fiduciary Funds are used to account for funds received by the school district for a specific purpose.

Private Purpose Scholarship Funds - These are funds used to account for assets held by the district for scholarships or awards to students.

Unemployment Compensation Insurance Trust Fund - This fund is used to pay employees unemployment compensation claims.

Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll and Payroll Agency Funds - These agency funds are used to account for the payroll transactions of the school district.

Summer Savings Plan - This agency fund is used to account for money withheld from employees who elect to have a portion of their salary withheld during the school year for payment in June.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2012

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Agency Funds</u>	<u>Totals</u>
ASSETS:				
Cash and cash equivalents	\$ 626,228	\$ 65,250	\$ 405,177	\$ 1,096,655
Investments, at fair value	1,535,260			1,535,260
Miscellaneous receivables	<u>2,562</u>			<u>2,562</u>
Total assets	<u>\$ 2,164,050</u>	<u>\$ 65,250</u>	<u>\$ 405,177</u>	<u>\$ 2,634,477</u>
LIABILITIES AND NET ASSETS				
Liabilities:				
Accounts payable	\$ 198	\$ 17,689	\$ 3,752	\$ 21,639
Intergovernmental:				
Interfund payable			2,921	2,921
Payroll deductions and withholdings			62,194	62,194
Due to student groups			<u>336,310</u>	<u>336,310</u>
Total liabilities	<u>198</u>	<u>17,689</u>	<u>405,177</u>	<u>423,064</u>
Net assets:				
Held in trust for unemployment claims and other purposes		47,561		47,561
Reserved for scholarships	<u>2,163,852</u>			<u>2,163,852</u>
Total net assets	<u>2,163,852</u>	<u>47,561</u>		<u>2,211,413</u>
Total liabilities and net assets	<u>\$ 2,164,050</u>	<u>\$ 65,250</u>	<u>\$ 405,177</u>	<u>\$ 2,634,477</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Fiduciary Funds
 Combining Statement of Changes in Fiduciary Net Assets
 For the Fiscal Year Ended June 30, 2012

	<u>Private Purpose Scholarship Funds</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Totals</u>
ADDITIONS:			
Contributions:			
Other	\$ 14,151	\$ -	\$ 14,151
Plan member		<u>72,978</u>	<u>72,978</u>
Total contributions	<u>14,151</u>	<u>72,978</u>	<u>87,129</u>
Investment earnings:			
Net decrease in the fair value of investments	(77,110)		(77,110)
Dividends	46,503		46,503
Interest	<u>6,684</u>	<u>169</u>	<u>6,853</u>
Net investment earnings	<u>(23,923)</u>	<u>169</u>	<u>(23,754)</u>
Total additions	<u>(9,772)</u>	<u>73,147</u>	<u>63,375</u>
DEDUCTIONS:			
Bank fees and other expenses	13,990		13,990
Scholarship/award payments	87,807		87,807
Unemployment compensation insurance claims and fees		<u>49,393</u>	<u>49,393</u>
Total deductions	<u>101,797</u>	<u>49,393</u>	<u>151,190</u>
Change in net assets	(111,569)	23,754	(87,815)
Net assets - July 1	<u>2,275,421</u>	<u>23,807</u>	<u>2,299,228</u>
Net assets - June 30	<u>\$ 2,163,852</u>	<u>\$ 47,561</u>	<u>\$ 2,211,413</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Student Activity Agency Fund
 Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2012

	Cash Balance <u>July 1, 2011</u>	Cash Receipts <u> </u>	Cash Disbursements <u> </u>	Accounts Payable, June 30, 2012 <u> </u>	Balance June 30, 2012 <u> </u>
ELEMENTARY AND MIDDLE SCHOOLS:					
Hawes	\$ 6,312	\$ 8,626	\$ 10,124	\$ -	\$ 4,814
Orchard	14,665	16,652	18,098		13,219
Ridge	12,930	21,801	23,269		11,462
Somerville	4,586	1,169	791		4,964
Travell	2,733	1,126	1,114		2,745
Willard	56,061	41,138	50,578		46,621
Benjamin Franklin	24,459	260,817	247,383		37,893
George Washington	40,665	297,038	289,966		47,737
Total elementary and middle schools	162,411	648,367	641,323		169,455
SENIOR HIGH SCHOOL:					
Ridgewood High School	153,237	708,980	694,467	3,490	164,260
ATHLETICS:					
Hall of Fame	1,311	1,784	500		2,595
Ridgewood High School Athletics	714	111,587	112,039	262	
Total all schools	\$ 317,673	\$ 1,470,718	\$ 1,448,329	\$ 3,752	\$ 336,310

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Payroll Agency Fund
 Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2012

	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
ASSETS:				
Cash	\$ <u>72,840</u>	\$ <u>26,161,860</u>	\$ <u>26,170,661</u>	\$ <u>64,039</u>
Total assets	\$ <u><u>72,840</u></u>	\$ <u><u>26,161,860</u></u>	\$ <u><u>26,170,661</u></u>	\$ <u><u>64,039</u></u>
 LIABILITIES:				
Payroll deductions and withholdings	\$ 70,945	\$ 26,160,013	\$ 26,168,764	\$ 62,194
Interfund payables	<u>1,895</u>	<u>1,847</u>	<u>1,897</u>	<u>1,845</u>
Total liabilities	\$ <u><u>72,840</u></u>	\$ <u><u>26,161,860</u></u>	\$ <u><u>26,170,661</u></u>	\$ <u><u>64,039</u></u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Payroll Fund
 Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2012

	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
ASSETS:				
Cash	\$ <u>1,202</u>	\$ <u>32,587,736</u>	\$ <u>32,587,862</u>	\$ <u>1,076</u>
Total assets	\$ <u><u>1,202</u></u>	\$ <u><u>32,587,736</u></u>	\$ <u><u>32,587,862</u></u>	\$ <u><u>1,076</u></u>
 LIABILITIES:				
Accrued salaries and wages	\$ -	\$ 32,586,660	\$ 32,586,660	\$ -
Interfund payables	<u>1,202</u>	<u>1,076</u>	<u>1,202</u>	<u>1,076</u>
Total liabilities	\$ <u><u>1,202</u></u>	\$ <u><u>32,587,736</u></u>	\$ <u><u>32,587,862</u></u>	\$ <u><u>1,076</u></u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Summer Savings Plan
 Schedule of Receipts and Disbursements
 For the Fiscal Year Ended June 30, 2012

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2012</u>
ASSETS:				
Cash	\$ <u>1</u>	\$ <u>1,111,032</u>	\$ <u>1,111,033</u>	\$ <u>-</u>
Total assets	\$ <u><u>1</u></u>	\$ <u><u>1,111,032</u></u>	\$ <u><u>1,111,033</u></u>	\$ <u><u>-</u></u>
 LIABILITIES:				
Accrued salaries and wages	\$ -	\$ 1,111,017	\$ 1,111,017	\$ -
Interest payable, net	<u>1</u>	<u>15</u>	<u>16</u>	<u>-</u>
Total liabilities	\$ <u><u>1</u></u>	\$ <u><u>1,111,032</u></u>	\$ <u><u>1,111,033</u></u>	\$ <u><u>-</u></u>

LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Schedule of Serial Bonds
 For the Fiscal Year Ended June 30, 2012

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2011	Issued	Retired	Balance June 30, 2012
			Date	Amount					
Additions and renovations to various schools (Refunded 1999 bonds maturing 10-1-2011 to 10-1-2018)	10-15-2004	\$ 10,040,000	10-1-2012	\$ 1,210,000	5.00%	\$ 9,855,000	\$ -	\$ 1,155,000	\$ 8,700,000
			10-1-2013	1,270,000	5.00%				
			10-1-2014	1,255,000	3.40%				
			10-1-2015	1,250,000	5.25%				
			10-1-2016	1,245,000	5.25%				
			10-1-2017	1,240,000	5.25%				
			10-1-2018	1,230,000	4.00%				
Additions and renovations to various schools	2-15-2003	4,681,000			165,000		165,000		
Additions and renovations to various schools (Refunded 2003 bonds maturing 2-15-2013 to 2-15-2028)	6-1-2011	3,475,000	2-15-2013	180,000	4.000%	3,475,000		45,000	3,430,000
			2-15-2014	185,000	4.000%				
			2-15-2015	190,000	4.000%				
			2-15-2016	200,000	2.000%				
			2-15-2017	200,000	4.000%				
			2-15-2018	205,000	3.000%				
			2-15-2019	205,000	3.000%				
			2-15-2020	215,000	5.000%				
			2-15-2021	220,000	5.000%				
			2-15-2022	230,000	3.250%				
			2-15-2023	230,000	3.250%				
			2-15-2024	235,000	4.000%				
			2-15-2025	235,000	4.000%				
			2-15-2026	235,000	4.000%				
2-15-2027	235,000	4.000%							
2-15-2028	230,000	4.000%							

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Schedule of Serial Bonds
 For the Fiscal Year Ended June 30, 2012

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2011	Issued	Retired	Balance June 30, 2012
			Date	Amount					
Additions and renovations to various schools	4-8-2010	\$ 38,420,000	*** 3-15-2013	\$ 250,000	2.000%	\$ 38,420,000	\$ -	\$ 200,000	\$ 38,220,000
			3-15-2014	300,000	2.000%				
			3-15-2015	400,000	3.000%				
			3-15-2016	500,000	3.000%				
			3-15-2017	600,000	3.000%				
			3-15-2018	700,000	3.250%				
			3-15-2019	800,000	4.000%				
			3-15-2020	1,500,000	4.000%				
			3-15-2021	1,600,000	4.000%				
			3-15-2022	1,650,000	4.000%				
			3-15-2023	1,700,000	4.000%				
			3-15-2024	1,800,000	4.000%				
			3-15-2025	1,885,000	4.000%				
			3-15-2026	2,000,000	4.000%				
			3-15-2027	2,075,000	4.000%				
			3-15-2028	2,200,000	4.000%				
			3-15-2029	2,300,000	4.000%				
			3-15-2030	2,400,000	4.125%				
			3-15-2031	2,500,000	4.250%				
			3-15-2032	2,650,000	4.250%				
3-15-2033	2,800,000	4.250%							
3-15-2034	2,800,000	4.350%							
3-15-2035	2,810,000	4.400%							
						<u>\$ 51,915,000</u>	<u>\$ -</u>	<u>\$ 1,565,000</u>	<u>\$ 50,350,000</u>

*** Bonds were authorized to be issued in the amount of \$38,420,602, and \$602 was canceled

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Schedule of Obligations under Capital Leases
 For the Fiscal Year Ended June 30, 2012

Purpose	Date of Lease	Term of Lease	Original Amount of Lease		Interest Rate	Balance July 1, 2011	Issued	Retired	Balance June 30, 2012
			Principal	Interest					
Computers	08/07/07	5 Years	\$ 695,319	\$ 54,681	3.9400%	\$ 144,321	\$ -	\$ 144,321	\$ -
Computers	08/28/08	5 Years	702,500	47,110	3.3400%	285,464		140,388	145,076
Computers & Grounds Equipment	8/1/2009	5 Years	787,000	57,990	3.3000%	475,286		153,314	321,972
Field Lighting	09/30/10	5 Years	505,000	20,119	1.9894%	400,004		97,066	302,938
Computers	07/07/10	5 Years	710,000	38,825	2.6400%	561,491		134,934	426,557
Computers	08/01/11	5 Years	715,000	33,503	2.2230%		715,000	148,066	566,934
						<u>\$ 1,866,566</u>	<u>\$ 715,000</u>	<u>\$ 818,089</u>	<u>\$ 1,763,477</u>

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TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Debt Service Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 3,105,755	\$ -	\$ 3,105,755	\$ 3,105,755	\$ -
State sources:					
Debt service aid type II	<u>552,361</u>		<u>552,361</u>	<u>552,361</u>	
Total revenues	<u>3,658,116</u>		<u>3,658,116</u>	<u>3,658,116</u>	
EXPENDITURES:					
Regular debt service:					
Interest	2,138,116	(45,000)	2,093,116	2,085,255	7,861
Redemption of principal	<u>1,520,000</u>	<u>45,000</u>	<u>1,565,000</u>	<u>1,565,000</u>	
Total regular debt service	<u>3,658,116</u>		<u>3,658,116</u>	<u>3,650,255</u>	<u>7,861</u>
Total expenditures	<u>3,658,116</u>		<u>3,658,116</u>	<u>3,650,255</u>	<u>7,861</u>
Excess (deficiency) of revenues over (under) expenditures				7,861	7,861
Fund balances - July 1	<u>7,340</u>		<u>7,340</u>	<u>7,340</u>	
Fund balances - June 30	<u>\$ 7,340</u>	<u>\$ -</u>	<u>\$ 7,340</u>	<u>\$ 15,201</u>	<u>\$ 7,861</u>
Recapitulation of excess (deficiency) of revenues over (under) expenditures:					
Budgeted fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,861</u>	<u>\$ 7,861</u>

Township of Ridgewood School District Statistical Section (Unaudited)

<u>Contents</u>	<u>Page</u>
Financial Trends	113 - 120
<p>These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.</p>	
Revenue Capacity	121 - 124
<p>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.</p>	
Debt Capacity	125 - 128
<p>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the district's ability to issue additional debt in the future.</p>	
Demographic and Economic Information	129 - 130
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</p>	
Operating Information	131 - 136
<p>These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</p>	

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Net Assets by Component
 Last Ten Years
(accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities:										
Invested in capital assets, net of related debt	\$ 19,213,744	\$ 20,539,957	\$ 28,018,983	\$ 27,747,187	\$ 28,350,205	\$ 31,563,716	\$ 32,735,639	\$ (3,026,561)	\$ 20,697,948	\$ 41,756,338
Restricted	4,599,425	5,918,276	3,936,113	5,594,883	7,768,283	5,099,625	4,051,369	41,634,752	23,915,797	7,834,188
Unrestricted (deficit)	<u>993,574</u>	<u>805,144</u>	<u>96,471</u>	<u>90,299</u>	<u>65,591</u>	<u>(136,004)</u>	<u>(1,033,044)</u>	<u>(1,350,383)</u>	<u>(1,335,961)</u>	<u>(1,415,055)</u>
Total governmental activities net assets	<u>24,806,743</u>	<u>27,263,377</u>	<u>32,051,567</u>	<u>33,432,369</u>	<u>36,184,079</u>	<u>36,527,337</u>	<u>35,753,964</u>	<u>37,257,808</u>	<u>43,277,784</u>	<u>48,175,471</u>
Business-type activities:										
Invested in capital assets, net of related debt	228,802	236,982	214,194	159,862	134,973	116,267	84,172	78,561	174,404	200,277
Restricted										
Unrestricted	<u>344,696</u>	<u>357,331</u>	<u>417,534</u>	<u>450,769</u>	<u>438,735</u>	<u>402,043</u>	<u>317,127</u>	<u>238,200</u>	<u>84,170</u>	<u>(14,732)</u>
Total business-type activities net assets	<u>573,498</u>	<u>594,313</u>	<u>631,728</u>	<u>610,631</u>	<u>573,708</u>	<u>518,310</u>	<u>401,299</u>	<u>316,761</u>	<u>258,574</u>	<u>185,545</u>
District-wide:										
Invested in capital assets, net of related debt	19,442,546	20,776,939	28,233,177	27,907,049	28,485,178	31,679,983	32,819,811	(2,948,000)	20,872,352	41,956,615
Restricted	4,599,425	5,918,276	3,936,113	5,594,883	7,768,283	5,099,625	4,051,369	41,634,752	23,915,797	7,834,188
Unrestricted (deficit)	<u>1,338,270</u>	<u>1,162,475</u>	<u>514,005</u>	<u>541,068</u>	<u>504,326</u>	<u>266,039</u>	<u>(715,917)</u>	<u>(1,112,183)</u>	<u>(1,251,791)</u>	<u>(1,429,787)</u>
Total district net assets	<u>\$ 25,380,241</u>	<u>\$ 27,857,690</u>	<u>\$ 32,683,295</u>	<u>\$ 34,043,000</u>	<u>\$ 36,757,787</u>	<u>\$ 37,045,647</u>	<u>\$ 36,155,263</u>	<u>\$ 37,574,569</u>	<u>\$ 43,536,358</u>	<u>\$ 48,361,016</u>

Source: District Records

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Net Assets
 Last Ten Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 30,530,120	\$ 31,408,006	\$ 32,055,090	\$ 33,811,474	\$ 36,450,455	\$ 37,489,605	\$ 36,067,316	\$ 37,635,956	\$ 39,044,444	\$ 39,520,534
Special education	2,902,967	3,149,659	3,535,235	4,008,048	4,732,243	6,150,367	6,604,765	6,697,403	7,094,778	8,659,407
Other special instruction	1,026,409	1,194,310	1,353,743	1,546,657	1,788,835	1,780,241	1,739,611	1,700,384	1,276,142	1,832,543
Other instruction	2,302,173	2,383,825	2,557,611	2,846,165	3,168,652	2,611,483	2,604,698	2,702,014	2,439,657	2,226,960
Support services:										
Tuition	2,335,460	2,395,112	3,118,284	3,485,660	3,537,022	4,367,446	4,851,442	4,979,976	5,488,915	6,268,526
Student and instruction related services	9,695,268	10,532,664	11,299,327	12,447,833	13,317,152	14,319,913	13,963,348	15,001,751	14,731,156	15,693,498
School administrative services	4,053,776	4,288,853	4,372,781	4,466,397	4,540,759	4,897,256	4,903,953	4,886,853	4,797,546	4,630,097
General administration services	1,450,808	1,429,967	1,353,661	1,334,123	1,292,484	1,319,377	1,339,367	1,290,797	973,223	1,002,754
Central services			1,311,975	1,372,897	1,439,255	1,596,351	1,634,429	1,609,055	1,569,040	1,566,374
Administrative information technology			668,212	677,747	731,239	666,840	745,703	859,287	755,846	784,880
Business and other support services	1,849,476	2,054,946								
Plant operations and maintenance	5,374,602	5,614,275	5,981,216	6,420,044	6,522,715	7,187,916	7,699,034	7,343,995	7,235,913	7,743,196
Pupil transportation	2,308,796	2,178,401	2,233,661	2,307,921	2,471,149	2,775,719	3,014,087	2,852,706	2,672,636	2,691,737
Special schools	1,009,675	969,227	1,087,060	1,141,790	1,160,117	1,267,630	1,243,150	1,052,193	996,687	940,027
Interest on long-term debt	1,029,068	1,113,810	1,068,297	961,059	915,679	871,721	818,757	1,124,232	2,235,001	2,167,806
Unallocated depreciation	1,649,035	1,652,467	1,688,215	2,692,795	1,918,597	2,136,188	2,185,602	2,177,278	2,341,669	2,337,989
Total governmental activities expenses	67,517,633	70,365,522	73,684,368	79,520,610	83,986,353	89,438,053	89,415,262	91,913,880	93,652,653	98,066,328
Business-type activities:										
Food service	1,070,007	1,148,989	1,203,179	1,257,719	1,254,245	1,262,215	1,279,041	1,200,627	1,153,075	1,234,287
Infant/Toddler Development Program	858,926	913,216	939,368	983,346	1,014,372	1,047,268	1,061,693	1,056,302	1,074,626	1,005,350
Total business-type activities expense	1,928,933	2,062,205	2,142,547	2,241,065	2,268,617	2,309,483	2,340,734	2,256,929	2,227,701	2,239,637
Total district expenses	\$ 69,446,566	\$ 72,427,727	\$ 75,826,915	\$ 81,761,675	\$ 86,254,970	\$ 91,747,536	\$ 91,755,996	\$ 94,170,809	\$ 95,880,354	\$ 100,305,965

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Net Assets
 Last Ten Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Program Revenues:										
Governmental activities:										
Charges for services:										
Instruction	\$ 129,546	\$ 168,727	\$ 176,557	\$ 171,795	\$ 191,473	\$ 201,725	\$ 155,950	\$ 184,745	\$ 258,443	\$ 181,127
Student and instruction related services	7,074	65,252	1,082	375	15,417		12,100		8,656	15,210
Plant operations and maintenance	165,697	167,734	171,397	114,014	75,487	137,343	139,296	153,704	59,337	45,736
Pupil transportation	11,902	1,937	3,420	2,880	1,066		53,466	25,413	16,712	22,261
Special schools	910,024	923,462	968,594	1,004,407	996,081	1,095,108	1,049,147	864,429	863,701	836,173
Operating grants and contributions	5,907,954	6,202,681	6,874,081	7,561,081	10,204,771	10,556,693	7,900,404	8,970,346	8,515,529	10,101,630
Capital grants and contributions	501,039	234,024	1,585,834	185,010	199,904	21,099	279,223	522,627	4,123,851	3,440,895
Total governmental activities program revenues	7,633,236	7,763,817	9,780,965	9,039,562	11,684,199	12,011,968	9,589,586	10,721,264	13,846,229	14,643,032
Business-type activities:										
Charges for services:										
Food service	969,608	1,045,610	1,090,570	1,130,780	1,127,744	1,107,922	1,126,800	1,058,262	1,044,532	1,078,878
Infant/Toddler Development Program	886,448	889,960	984,485	975,911	992,097	1,032,819	983,345	990,367	1,011,663	961,850
Operating grants and contributions	90,318	98,950	96,751	101,909	99,808	106,376	111,834	122,895	112,120	124,847
Total business type activities program revenues	1,946,374	2,034,520	2,171,806	2,208,600	2,219,649	2,247,117	2,221,979	2,171,524	2,168,315	2,165,575
Total district program revenues	\$ 9,579,610	\$ 9,798,337	\$ 11,952,771	\$ 11,248,162	\$ 13,903,848	\$ 14,259,085	\$ 11,811,565	\$ 12,892,788	\$ 16,014,544	\$ 16,808,607
Net (expense)/revenue:										
Governmental activities	\$ (59,884,397)	\$ (62,601,705)	\$ (63,903,403)	\$ (70,481,048)	\$ (72,302,154)	\$ (77,426,085)	\$ (79,825,676)	\$ (81,192,616)	\$ (79,806,424)	\$ (83,423,296)
Business-type activities	17,441	(27,685)	29,259	(32,465)	(48,968)	(62,366)	(118,755)	(85,405)	(59,386)	(74,062)
Total district-wide net expense	\$ (59,866,956)	\$ (62,629,390)	\$ (63,874,144)	\$ (70,513,513)	\$ (72,351,122)	\$ (77,488,451)	\$ (79,944,431)	\$ (81,278,021)	\$ (79,865,810)	\$ (83,497,358)

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Net Assets
 Last Ten Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General revenues and other changes in net assets:										
Governmental activities:										
Property taxes levied for:										
General purposes	\$ 55,991,736	\$ 58,795,344	\$ 61,775,793	\$ 64,948,735	\$ 67,994,062	\$ 70,967,340	\$ 73,806,034	\$ 76,758,275	\$ 79,728,606	\$ 81,323,178
Debt services	1,158,664	1,471,601	1,473,137	1,431,304	1,381,771	1,433,326	1,432,250	1,435,200	2,958,908	3,105,755
Unrestricted grants and contributions	2,807,676	3,596,423	4,037,601	4,000,526	4,015,502	4,038,972	3,098,311	3,428,070	2,189,099	3,146,320
Tuition Received	193,644	314,057	561,733	494,617	465,062	386,413	314,725	468,722	465,061	340,410
Investment earnings	155,212	289,554	396,078	675,387	883,194	641,380	106,712	127,785	207,272	119,899
Miscellaneous	501,933	635,534	447,251	311,281	314,273	301,912	294,271	478,408	277,454	285,421
Transfers		(44,174)								
Total governmental activities	60,808,865	65,058,339	68,691,593	71,861,850	75,053,864	77,769,343	79,052,303	82,696,460	85,826,400	88,320,983
Business-type activities:										
Investment earnings	1,634	4,326	8,156	11,368	12,045	6,968	1,744	867	1,199	1,033
Transfers		44,174								
Total business-type activities	1,634	48,500	8,156	11,368	12,045	6,968	1,744	867	1,199	1,033
Total district-wide	\$ 60,810,499	\$ 65,106,839	\$ 68,699,749	\$ 71,873,218	\$ 75,065,909	\$ 77,776,311	\$ 79,054,047	\$ 82,697,327	\$ 85,827,599	\$ 88,322,016
Change in net assets										
Governmental activities	\$ 924,468	\$ 2,456,634	\$ 4,788,190	\$ 1,380,802	\$ 2,751,710	\$ 343,258	\$ (773,373)	\$ 1,503,844	\$ 6,019,976	\$ 4,897,687
Business-type activities	19,075	20,815	37,415	(21,097)	(36,923)	(55,398)	(117,011)	(84,538)	(58,187)	(73,029)
Total district	\$ 943,543	\$ 2,477,449	\$ 4,825,605	\$ 1,359,705	\$ 2,714,787	\$ 287,860	\$ (890,384)	\$ 1,419,306	\$ 5,961,789	\$ 4,824,658

Source: District Records

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Fund Balances - Governmental Funds
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General fund:										
Reserved	\$ 113,532	\$ 1,216,324	\$ 3,122,960	\$ 5,575,778	\$ 7,761,862	\$ 5,099,624	\$ 4,049,600	\$ 4,661,867	\$ -	\$ -
Unreserved	2,187,112	2,044,102	1,770,711	1,270,151	1,316,892	1,224,659	416,268	388,549		
Restricted									4,491,947	4,137,931
Committed									626,236	524,538
Assigned									55,629	67,945
Unassigned									633,086	595,619
Total general fund	\$ 2,300,644	\$ 3,260,426	\$ 4,893,671	\$ 6,845,929	\$ 9,078,754	\$ 6,324,283	\$ 4,465,868	\$ 5,050,416	\$ 5,806,898	\$ 5,326,033
All other governmental funds:										
Reserved	\$ 164,230	\$ 5,877,171	\$ 271,629	\$ 4,090	\$ 4,090	\$ -	\$ -	\$ 18,536,160	\$ -	\$ -
Unreserved, reported in:										
Special revenue fund	(11,633)									
Capital projects fund	4,333,296	(1,180,584)	(40,873)	3,992	(1,592)			18,434,955		
Debt service fund		5,365	12,466	11,023	3,923	1	1,769	1,770		
Restricted, reported in:										
Capital projects fund									3,536,919	2,667,119
Debt service fund									7,340	15,201
Committed, reported in:										
Capital projects fund									20,507,731	2,697,335
Assigned, reported in:										
Capital projects fund									166,046	175,087
Unassigned, reported in:										
Capital projects fund									(5,420,422)	(2,383,023)
Total all other governmental funds	\$ 4,485,893	\$ 4,701,952	\$ 243,222	\$ 19,105	\$ 6,421	\$ 1	\$ 1,769	\$ 36,972,885	\$ 18,797,614	\$ 3,171,719

Source: District Records

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Fund Balances, Governmental Funds
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues:										
Tax levy	\$ 57,150,400	\$ 60,266,945	\$ 63,248,930	\$ 66,380,039	\$ 69,375,833	\$ 72,400,666	\$ 75,238,284	\$ 78,193,475	\$ 82,687,514	\$ 84,428,933
Tuition	193,644	314,057	561,733	494,617	465,062	386,413	314,725	468,722	465,061	340,410
Interest earnings	155,212	289,554	396,078	675,387	883,194	641,380	106,712	127,785	207,272	119,899
Miscellaneous	2,119,250	2,470,082	2,255,448	2,218,634	2,225,601	2,316,872	2,471,838	2,372,905	2,284,237	2,391,509
State sources	8,092,798	8,844,200	10,855,096	10,106,209	12,773,650	13,010,693	9,458,715	10,455,749	12,297,765	14,021,944
Federal sources	926,205	891,508	1,359,897	1,235,758	1,230,395	1,245,281	1,275,193	2,025,226	1,963,964	1,893,252
Total revenue	68,637,509	73,076,346	78,677,182	81,110,644	86,953,735	90,001,305	88,865,467	93,643,862	99,905,813	103,195,947
Expenditures:										
Instruction:										
Regular Instruction	25,157,786	25,544,926	25,820,825	26,553,017	27,134,710	28,094,313	28,362,247	29,667,390	30,442,131	30,223,875
Special education instruction	2,346,040	2,500,102	2,777,658	3,083,691	3,465,462	4,536,206	5,027,038	5,091,202	5,265,323	6,335,189
Other special instruction	822,776	934,131	1,052,106	1,174,409	1,316,135	1,285,484	1,325,825	1,294,233	957,878	1,349,859
Other instruction	1,919,368	1,951,429	2,086,286	2,283,182	2,481,544	2,030,176	2,076,127	2,156,305	1,925,886	1,776,047
Support services:										
Tuition	2,335,460	2,395,112	3,118,284	3,485,660	3,537,022	4,367,446	4,851,442	4,979,976	5,488,915	6,268,526
Student and instruction related services	8,359,222	8,610,896	9,185,372	9,953,628	10,210,035	11,023,801	11,015,798	11,833,051	11,382,241	12,058,142
School administrative services	3,282,768	3,397,562	3,450,921	3,448,607	3,350,171	3,607,586	3,737,212	3,706,608	3,552,799	3,394,576
General administration services	1,368,024	1,646,870	1,379,215	1,220,352	1,162,497	1,167,782	1,207,743	1,179,235	926,283	911,760
Central services			1,098,517	1,116,112	1,157,538	1,286,182	1,294,683	1,264,768	1,174,765	1,177,958
Administrative information technology services			565,099	639,614	689,173	626,394	681,177	760,859	589,380	617,686
Business and other support services	1,578,069	1,719,164								
Plant operations and maintenance	5,500,585	5,749,784	6,103,331	6,526,725	6,631,214	7,284,167	7,786,236	7,505,750	7,500,654	8,008,255
Pupil transportation	2,300,550	2,165,788	2,220,487	2,295,231	2,456,618	2,758,853	2,995,211	2,832,276	2,644,397	2,664,944
Employee benefits	9,545,185	11,079,164	11,916,177	13,702,713	17,172,746	17,852,008	15,603,662	16,241,126	17,271,044	18,897,615
Special schools	1,009,675	969,227	1,087,060	1,141,790	1,160,117	1,267,630	1,243,150	1,052,193	996,687	940,027
Capital outlay	2,894,700	2,178,557	8,373,080	1,393,898	1,520,676	4,360,048	2,307,514	3,824,054	25,114,187	21,742,993
Debt service:										
Principal	700,000	860,000	965,000	975,000	1,025,000	1,080,000	1,135,000	1,190,000	1,260,000	1,565,000
Interest and other charges	917,573	1,068,638	969,893	930,524	881,541	829,439	774,549	716,821	2,102,778	2,085,255
Total expenditures	70,037,781	72,771,350	82,169,311	79,924,153	85,352,199	93,457,515	91,424,614	95,295,847	118,595,348	120,017,707

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Changes in Fund Balances, Governmental Funds
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Excess (deficiency) of revenues over (under) expenditures	\$ (1,400,272)	\$ 304,996	\$ (3,492,129)	\$ 1,186,491	\$ 1,601,536	\$ (3,456,210)	\$ (2,559,147)	\$ (1,651,985)	\$ (18,689,535)	\$ (16,821,760)
Other financing sources (uses):										
Proceeds from borrowing	4,681,000							38,420,000		
Premium on bonds								649		
Capital leases (non-budgeted)	621,403	915,019	536,178	541,650	618,605	695,319	702,500	787,000	1,215,000	715,000
Proceeds from refunding			10,911,556						3,609,274	
Payments to escrow agent			(10,781,090)						(3,553,528)	
Transfers in	892,390	681,720	1,338,679	15,750		1,000		44,452	115,897	37,468
Transfers out	(892,390)	(725,894)	(1,338,679)	(15,750)		(1,000)		(44,452)	(115,897)	(37,468)
Total other financing sources (uses)	5,302,403	870,845	666,644	541,650	618,605	695,319	702,500	39,207,649	1,270,746	715,000
Net change in fund balances	\$ 3,902,131	\$ 1,175,841	\$ (2,825,485)	\$ 1,728,141	\$ 2,220,141	\$ (2,760,891)	\$ (1,856,647)	\$ 37,555,664	\$ (17,418,789)	\$ (16,106,760)
Debt service as a percentage of noncapital expenditures	2.41%	2.73%	2.62%	2.43%	2.27%	2.14%	2.14%	2.08%	3.60%	3.71%

Source: District records

Notes: Noncapital expenditures are total expenditures less capital outlay.

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund - Other Local Revenue By Source
 Last Ten Years
 (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund:										
Summer school tuition and fees	\$ 140,838	\$ 143,132	\$ 153,277	\$ 151,166	\$ 168,059	\$ 106,057	\$ 103,138	\$ -	\$ -	\$ -
Adult school and other special schools fees	769,186	780,330	815,317	853,241	828,022	989,051	946,009	864,429	863,701	836,173
Student activity fees	121,092	116,010	111,927	107,413	114,319	114,632	78,139	174,525	251,978	169,762
Rentals	393,753	417,208	417,782	430,425	440,324	452,285	459,380	441,031	436,537	443,372
Transportation	10,493		3,420	2,880	1,066		53,484	25,413	16,712	22,261
Miscellaneous - restricted:										
Services provided other LEAs		65,252	1,082	375	15,417	86,289	85,781	94,046	8,656	15,210
Reimbursement of custodial and other costs	53,343	42,908	34,347	37,208	42,814	51,054	53,515	59,658	59,337	45,736
Utility rebates	112,354	124,826	137,050	76,806						
Other	104,038	45,271	89,578	77,845	112,872	121,462	102,360	87,272	6,465	7,791
Miscellaneous - unrestricted	216,487	437,725	209,145	76,625	86,576	35,252	46,002	186,463	74,101	77,555
Annual totals	\$ 1,921,584	\$ 2,172,662	\$ 1,972,925	\$ 1,813,984	\$ 1,809,469	\$ 1,956,082	\$ 1,927,808	\$ 1,932,837	\$ 1,717,487	\$ 1,617,860

Source: District records

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years
Unaudited

Fiscal Year Ended December 31,	Vacant Land	Residential	Commercial	Apartment	Farm (Regular)	Farm (Qualified)	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Memo Only Tax Exempt Property	Estimated Actual (County Equalized Value	Total Direct School Tax Rate ^b
2003	\$ 10,557,500	\$ 3,431,122,000	\$ 352,424,800	\$ 61,074,000	\$ 1,518,600	\$ 1,600	\$ 3,856,698,500	\$ 6,878,058	\$ 3,863,576,558	\$ 436,407,400	\$ 4,257,548,293	\$ 1.560
2004	11,276,300	3,453,940,100	347,560,100	60,770,700	1,518,600	1,600	3,875,067,400	6,488,177	3,881,555,577	438,512,200	4,735,589,768	1.629
2005	12,207,800	3,477,133,000	347,364,700	59,563,600			3,896,269,100	5,758,519	3,902,027,619	445,540,300	5,190,024,292	1.701
2006	13,498,200	3,501,301,100	346,683,900	59,404,000			3,920,887,200	5,003,153	3,925,890,353	446,405,300	5,807,290,564	1.767
2007	12,831,200	3,525,797,000	349,937,500	59,304,000			3,947,869,700	5,610,668	3,953,480,368	461,060,100	6,514,060,913	1.831
2008	19,347,800	5,972,283,900	619,430,500	116,784,800			6,727,847,000	5,610,668	6,733,457,668	747,683,600	6,848,892,924	1.117
2009	22,187,800	5,950,985,100	613,560,000	114,272,000			6,701,004,900	10,343,605	6,711,348,505	746,070,900	6,827,113,070	1.165
2010	24,188,000	5,948,400,600	596,467,300	106,335,700			6,675,391,600	10,616,803	6,686,008,403	746,841,100	6,707,210,394	1.237
2011	22,561,000	5,928,833,100	593,617,600	106,335,700			6,651,347,400	9,425,266	6,660,772,666	751,643,900	6,476,883,013	1.268
2012	23,955,900	5,908,926,300	574,609,800	102,767,000			6,610,259,000	10,000	6,610,269,000	751,165,900	6,342,573,286	1.304

Source: Municipal Tax Assessor and Abstract of Ratables, County Board of Taxation.

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

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

The Village of Ridgewood reassessed real property effective 2008.

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

b - Tax rates are per \$100.

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Direct and Overlapping Property Tax Rates
 Last Ten Years
 (rate per \$100 of assessed value)
 Unaudited

Fiscal Year Ended June 30,	Township of Ridgewood School District			Overlapping Rates		Total direct and overlapping tax rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct School	Village of Ridgewood	County of Bergen	
2003	\$ 1.518	\$ 0.042	\$ 1.560	\$ 0.545	\$ 0.235	\$ 2.340
2004	1.579	0.050	1.629	0.578	0.253	2.460
2005	1.651	0.050	1.701	0.593	0.264	2.558
2006	1.718	0.049	1.767	0.631	0.272	2.670
2007	1.783	0.048	1.831	0.676	0.293	2.800
2008	1.089	0.028	1.117	0.417	0.189	1.723
2009	1.144	0.021	1.165	0.431	0.196	1.792
2010	1.194	0.043	1.237	0.454	0.196	1.887
2011	1.220	0.048	1.268	0.419	0.269	1.956
2012	1.255	0.049	1.304	0.500	0.210	2.014

Source: Municipal Tax Collector

Notes: The Village of Ridgewood reassessed real property effective 2008.

N.J.S.A. 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation.

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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Principal Property Taxpayers
 Current Year and Nine Years Ago
 Unaudited

Taxpayer	2012			2003		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
1200 E. Ridgewood Ave LLC	\$ 27,683,800	1	0.42%	\$		
Milridge Realty, LLC	12,149,400	2	0.18%	8,607,200	2	0.22%
Pondview Medical Center of Ridgewood	10,240,400	3	0.15%			
Home Properties WMF, LLC	9,900,000	4	0.15%	6,541,400	4	0.17%
Cameron Apartments	9,259,200	5	0.14%			
Van Dyk Health Care, Inc.	9,037,400	6	0.14%	6,372,300	5	0.16%
Ridgewood Mayflower Realty	8,900,000	7	0.13%			
257 Ridgewood Avenue LLC	8,900,000	8	0.13%			
Franklin-Maple LLC	8,375,100	9	0.13%			
Lucerne-Ridgewood LLC	8,250,000	10	0.12%			
The Realty Associates				16,710,400	1	0.43%
NJ Bell				6,878,058	3	0.18%
Kew Management Corporation				5,686,100	6	0.15%
Mayflower Realty				5,512,700	7	0.14%
Magnolia Partners LLC				5,479,700	8	0.14%
Stop & Shop Supermarket Co.				4,839,200	9	0.13%
Ridgewood Savings Bank of NJ				4,707,300	10	0.12%
Total	\$ 112,695,300		1.69%	\$ 71,334,358		1.84%

Source: Municipal Tax Assessor

Note: The Village of Ridgewood reassessed real property effective 2008.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Years
Unaudited

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	\$ 57,150,400	\$ 57,150,400	100.00%	\$
2004	60,266,945	60,266,945	100.00%	
2005	63,248,930	63,248,930	100.00%	
2006	66,380,039	66,380,039	100.00%	
2007	69,375,833	69,375,833	100.00%	
2008	72,400,666	72,400,666	100.00%	
2009	75,238,284	75,238,284	100.00%	
2010	78,193,475	78,193,475	100.00%	
2011	82,661,789	82,661,789	100.00%	
2012	84,454,658	84,454,658	100.00%	

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

Notes: 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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Ratios of Outstanding Debt by Type
 Last Ten Years
 Unaudited

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Capital Leases			
2003	\$ 21,721,000	\$ 1,155,057	\$ 22,876,057	1.82%	928
2004	20,861,000	1,214,934	22,075,934	1.65%	898
2005	20,096,000	1,185,773	21,281,773	1.54%	872
2006	19,121,000	1,133,672	20,254,672	1.34%	838
2007	18,096,000	1,157,733	19,253,733	1.18%	798
2008	17,016,000	1,248,082	18,264,082	1.11%	758
2009	15,881,000	1,333,071	17,214,071	1.13%	712
2010	53,111,000	1,456,614	54,567,614	3.33%	2,184
2011	51,915,000	1,866,566	53,781,566	3.45%	2,224
2012	50,350,000	1,763,477	52,113,477	3.17%	2,075

Source: District Records

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

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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Ratios of General Bonded Debt Outstanding
 Last Ten Years
 Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value Property ^a	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2003	\$ 21,721,000	\$ -	\$ 21,721,000	0.56%	\$ 881
2004	20,861,000		20,861,000	0.54%	848
2005	20,096,000		20,096,000	0.52%	823
2006	19,121,000		19,121,000	0.49%	792
2007	18,096,000		18,096,000	0.46%	750
2008	17,016,000		17,016,000	0.25%	706
2009	15,881,000		15,881,000	0.24%	657
2010	53,111,000		53,111,000	0.79%	2,125
2011	51,915,000		51,915,000	0.78%	2,147
2012	50,350,000		50,350,000	0.76%	2,004

Source: District Records

Notes: The Village of Ridgewood reassessed real property effective 2008.

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 - See Exhibit J-14 for population data. The ratio is calculated using the population for the prior calendar year.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2011
 Unaudited

<u>Governmental Unit</u>		<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:				
Village of Ridgewood	(1)	\$ 44,303,382	100.000%	\$ 44,303,382
County of Bergen	(2);(A)	698,412,830	4.2300%	29,542,863
County of Bergen Utilities Authority	(3);(B)	253,881,332	0.0010%	2,539
Northwest Bergen County Utilities Authority	(4);(B)	278,792,954	0.2100%	585,465
Other debt:				
Municipal Water System - Village of Ridgewood	(1)	19,648,777	100.000%	19,648,777
Municipal Parking System - Village of Ridgewood	(1)	456,115	100.000%	456,115
Subtotal, overlapping debt				94,539,141
Township of Ridgewood School District direct debt, issued and authorized to issue				50,760,000
Total direct and overlapping debt				<u>\$ 145,299,141</u>

Sources: (1) Municipal Chief Financial Officer
 (2) Municipal Chief Financial Officer
 (3) County of Bergen Utilities Authority
 (4) Northwest Bergen County Utilities Authority

(A) The debt for this entity was apportioned to the Village of Ridgewood by applying the Municipality-to-County Net Valuation on which County taxes are apportioned for Bergen County.

(B) The debt for this entity was apportioned to the Village of Ridgewood by applying the usage percentage.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Ridgewood. 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.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Legal Debt Margin Information
 Last Ten Years
 Unaudited

Legal Debt Margin Calculation for Fiscal Year 2011

	Equalized valuation basis
	2011 \$ 6,369,192,186
	2010 6,477,189,598
	2009 <u>6,707,712,613</u>
	[A] \$ <u>19,554,094.397</u>
Average equalized valuation of taxable property	[A/3] \$ <u>6,518,031.466</u>
Debt limit (4 % of average equalization value)	[B] 260,721,259 a
Total Net Debt Applicable to Limit	[C] <u>50,350,000</u>
Legal debt margin	[B-C] \$ <u>210,371,259</u>

Fiscal Year Ending June 30,

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Debt limit	\$ 152,678,101	\$ 169,747,112	\$ 187,493,790	\$ 207,877,220	\$ 231,279,693	\$ 252,358,585	\$ 266,708,799	\$ 270,146,454	\$ 266,850,895	\$ 260,721,259
Total net debt applicable to limit	<u>21,721,000</u>	<u>20,861,000</u>	<u>20,096,000</u>	<u>19,121,000</u>	<u>18,096,000</u>	<u>17,016,000</u>	<u>15,881,000</u>	<u>53,111,000</u>	<u>51,915,000</u>	<u>50,350,000</u>
Legal debt margin	<u>\$ 130,957,101</u>	<u>\$ 148,886,112</u>	<u>\$ 167,397,790</u>	<u>\$ 188,756,220</u>	<u>\$ 213,183,693</u>	<u>\$ 235,342,585</u>	<u>\$ 250,827,799</u>	<u>\$ 217,035,454</u>	<u>\$ 214,935,895</u>	<u>\$ 210,371,259</u>
Total net debt applicable to the limit as a percentage of debt limit	14.23%	12.29%	10.72%	9.20%	7.82%	6.74%	5.95%	19.66%	19.45%	19.31%

Source: Equalized valuation bases were obtained from the Annual Debt Statement, Village of Ridgewood

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

Note: The Village of Ridgewood reassessed real property effective 2008.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Years
Unaudited

Year	Population ^{a (1)}	Personal Income ^b	Per Capita Personal Income ^{c (2)}	Unemployment Rate ^d
2003	24,643	\$ 1,260,045,876	\$ 51,132	3.50%
2004	24,596	1,339,547,352	54,462	2.80%
2005	24,411	1,384,250,166	56,706	2.40%
2006	24,156	1,514,919,384	62,714	2.80%
2007	24,122	1,625,678,068	67,394	2.30%
2008	24,102	1,644,407,154	68,227	3.00%
2009	24,181	1,528,190,838	63,198	5.50%
2010	24,989	1,636,429,654	65,486	5.70%
2011	25,120	1,556,966,228	65,486 *	5.60%
2012	25,120 **	1,645,008,320	65,486 *	N/A

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 - US Bureau of Economic Analysis per capita personal income for New Jersey by county
- d - Unemployment data provided by the NJ Dept of Labor and Workforce Development

Notes:

- * - Latest Bergen County per capita personal income available (2010) was used for calculation purposes
- ** - Latest population data available (2011) was used for calculation purposes
- (1) Represents estimate as of July 1
- (2) Represents county information vs. municipality
- N/A - At the time of CAFR completion, this data was not yet available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Principal Employers
 Current Year and Nine Years Ago
 Unaudited

Employer	2012			2003		
	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment
N/A	N/A	1	N/A	N/A	1	N/A
N/A	N/A	2	N/A	N/A	2	N/A
N/A	N/A	3	N/A	N/A	3	N/A
N/A	N/A	4	N/A	N/A	4	N/A
N/A	N/A	5	N/A	N/A	5	N/A
N/A	N/A	6	N/A	N/A	6	N/A
N/A	N/A	7	N/A	N/A	7	N/A
N/A	N/A	8	N/A	N/A	8	N/A
N/A	N/A	9	N/A	N/A	9	N/A
N/A	N/A	10	N/A	N/A	10	N/A

Source: Village of Ridgewood and State of New Jersey Department of Labor and Industry Annual Labor Force Estimates by Municipality

N/A - Information is not available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Full-time Equivalent District Employees by Function/Program
 Last Ten Years
 Unaudited

Function/Program	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Instruction										
Regular	345	341	340	346	349	351	354	372	369	348
Special education	72	75	86	95	89	139	141	93	54	78
Other special education-suppl/mainstreaming	43	36	38	40	49	12	13	15	59	107
Other instruction	1	2	2	1	1	1	1			
Support Services:										
Student & instruction related services	108	132	138	151	143	152	152	123	125	108
General administration	4	4	4	4	4	4	4	4	4	4
School administrative services	47	45	44	41	41	44	44	63	41	54
Other administrative services										
Central services	15	15	15	14	14	14	14	24	16	20
Administrative Information Technology	8	8	8	8	7	5	5	17	19	19
Plant operations and maintenance	13	13	14	16	15	16	16	9	2	7
Pupil transportation	1	1	1	1	1	1	1	1	1	1
Other support services										
Special Schools	N/A	N/A	N/A	6	6	7	7	2	2	2
Infant/Toddler Development Center	N/A	N/A	N/A	33	33	33	33	33	33	33
Total	657	672	690	756	752	779	785	756	725	781

Source: District Personnel Records

N/A - Information is not available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Operating Statistics
 Last Ten Years
 Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures ^{a d}	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2003	5,486.0	65,525,508	11,944	4.65%	385.52	14.5	13.0	12.0	5,392.3	5,158.5	2.60%	95.66%
2004	5,552.0	68,664,155	12,367	3.54%	387.01	14.0	13.5	14.0	5,468.1	5,240.4	1.41%	95.84%
2005	5,576.0	71,861,338	12,888	4.21%	390.87	14.5	13.2	14.4	5,502.3	5,254.5	0.63%	95.50%
2006	5,602.0	76,624,731	13,678	6.13%	401.92	14.6	12.5	13.8	5,551.4	5,318.8	0.89%	95.81%
2007	5,632.0	81,924,982	14,546	6.35%	409.19	13.5	12.1	13.6	5,568.3	5,402.4	0.30%	97.02%
2008	5,665.0	87,188,028	15,391	5.80%	413.89	14.1	12.7	13.4	5,610.8	5,410.0	0.76%	96.42%
2009	5,670.0	87,207,551	15,381	-0.07%	419.00	14.3	12.5	13.4	5,644.1	5,443.7	0.59%	96.45%
2010	5,777.0	89,564,972	15,504	0.80%	419.27	14.1	12.6	13.1	5,708.7	5,477.0	1.14%	95.94%
2011	5,822.0	90,118,383	15,479	-0.16%	423.00	14.4	12.4	11.8	5,710.6	5,488.7	0.03%	96.11%
2012	5,793.0	94,624,459	16,334	5.36%	431.30	13.9	12.8	13.1	5,699.9	5,520.5	-0.15%	96.85%

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Sources: District records

Note: Enrollment based on annual October district count per Schedule A-1.

- 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).
- d 2011 and 2012 included students placed out of district

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 School Building Information
 Last Ten Fiscal Years
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>District Building</u>										
<u>Elementary</u>										
Glen (1959)										
Square Feet	27,300	27,300	27,300	27,300	27,300	27,300	27,300	27,300	27,300	27,300
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	57	54	55	56	51	50	34	42	54	37
Hawes (1966)										
Square Feet	35,000	35,000	39,765	39,765	39,765	39,765	39,765	39,765	39,765	39,765
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	393	386	406	421	422	410	405	416	407	405
Orchard (1966)										
Square Feet	38,500	38,500	42,133	42,133	42,133	42,133	42,133	42,133	42,133	42,133
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	322	294	297	321	320	325	328	331	340	337
Ridge (1960)										
Square Feet	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	452	481	480	505	486	488	478	478	500	497
Somerville (1950)										
Square Feet	59,759	59,759	68,000	68,000	68,000	68,000	68,000	68,000	68,000	68,000
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	423	419	450	466	473	508	507	534	527	502
Travell (1966)										
Square Feet	45,800	45,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800	47,800
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	416	432	425	400	421	419	416	416	407	395
Willard (1926)										
Square Feet	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	506	512	470	482	463	453	468	458	484	479

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 School Building Information
 Last Ten Fiscal Years
 Unaudited

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>Middle Schools</u>										
Benjamin Franklin (1954)										
Square Feet	190,400	190,400	190,400	190,400	190,400	190,400	190,400	190,400	190,400	190,400
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	639	667	647	653	648	677	692	691	691	697
George Washington (1928)										
Square Feet	98,000	99,600	99,600	99,600	99,600	99,600	99,600	99,600	99,600	124,600
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	672	688	680	631	623	632	664	678	661	688
<u>High School</u>										
Ridgewood High School (1920)										
Square Feet	248,286	248,286	248,286	248,286	248,286	248,286	248,286	248,286	248,286	248,286
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	1,518	1,557	1,606	1,642	1,661	1,649	1,652	1,664	1,662	1,663
<u>Other</u>										
Central Administration (1895)										
Square Feet	32,640	32,640	32,640	32,640	32,640	32,640	32,640	32,640	32,640	32,640

Number of Schools at June 30, 2012

- Elementary = 7
- Middle School = 2
- Senior High School = 1
- Other = 1

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the District's June Enrollment Report.

N/A - Information is not available

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 General Fund
 Schedule of Required Maintenance Expenditures by School Facility
 Last Ten Years
 Unaudited

Undistributed Expenditures - Required Maintenance for School Facilities
 11-000-261-XXX

* School facilities	School #	Fiscal Year Ending June 30,									
		2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Ridgewood High School	050	\$ 302,811	\$ 250,929	\$ 317,322	\$ 239,967	\$ 407,140	\$ 397,798	\$ 387,746	\$ 469,753	\$ 28,872	\$ 377,586
Benjamin Franklin Middle School	060	130,813	142,649	210,798	140,143	204,684	274,941	198,025	221,103	75,875	349,328
George Washington Middle School	070	74,089	71,787	102,559	90,576	139,756	128,173	73,267	158,124	122,790	173,071
Glen Elementary School	080	22,296	34,968	31,398	35,003	42,190	40,646	72,943	18,158	20,656	37,476
Hawes Elementary School	085	32,179	40,912	43,860	77,369	60,060	68,371	131,657	45,628	46,837	25,864
Ridge Elementary School	090	50,011	54,925	74,323	61,394	47,233	73,544	64,070	99,958	73,875	52,033
Somerville Elementary School	100	57,232	94,927	61,283	69,527	96,216	94,982	82,723	169,905	186,173	116,760
Travell Elementary School	110	43,289	59,868	64,999	57,297	58,527	68,174	87,790	79,188	140,485	83,408
Orchard Elementary School	120	28,546	51,815	52,079	57,700	44,707	66,382	111,325	71,535	204,931	126,520
Willard Elementary School	130	52,338	65,536	66,734	69,234	71,634	78,421	92,656	133,068	427,402	25,329
Education Center	999	63,452	44,649	40,773	51,358	43,347	55,298	20,321	46,167	134,943	111,929
		<u>\$ 857,056</u>	<u>\$ 912,965</u>	<u>\$ 1,066,128</u>	<u>\$ 949,568</u>	<u>\$ 1,215,494</u>	<u>\$ 1,346,730</u>	<u>\$ 1,322,523</u>	<u>\$ 1,512,587</u>	<u>\$ 1,462,839</u>	<u>\$ 1,479,304</u>

* 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

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Insurance Schedule
June 30, 2012
Unaudited

	Coverage	Deductible
School Package Policy - Selective Way Insurance Company		
Property - Blanket Building & Contents:		
Buildings	\$ 216,572,892	\$ 5,000
Personal Property	16,658,062	5,000
Comprehensive General Liability	1,000,000/2,000,000	5,000
Employee Benefits Liability (Each Employee/Aggregate)	1,000,000/2,000,000	1,000
Automobile Coverage	1,000,000	1,000
Abuse or Molestation Legal Liability	1,000,000	
Umbrella Liability	9,000,000/Excess of 1,000,000	10,000
Cameras and Audio Visual Equipment	250,000	1,000
Band Uniforms, Musical Instruments, Athletic & Theatrical Equipment	250,000	
Electronic Information Systems	2,500,000	1,000
Accounts Receivable	100,000	
Valuable Papers and Records	5,000,000	1,000
Contractors Equipment	250,000	1,000
Miscellaneous School Property	100,000	1,000
Building Ordinance Demolition Costs & Cost of Construction	2,000,000	
Flood - Inside Flood Zone	1,000,000	500,000
Earthquake/Flood - Outside Flood Zone	5,000,000	50,000
Arson, Theft and Vandalism Rewards	25,000	
Fine Arts	25,000	
Crime - Inside/Outside/Computer Fraud	50,000/50,000/50,000	1,000
Pollution Clean Up	100,000	
Pesticide and Herbicide Applicator	1,000,000	1,000
Extra Expense	5,000,000	5,000
Broadened Water - Loss of Income, Planned Events and Tuition Fees	100,000	
Boiler & Machinery	250,000	5,000
Builders Risk - Selective Insurance Company of America		
Ridge Elementary School	5,300,000	5,000
George Washington Middle School	9,500,000	5,000
Willard Elementary School	5,188,333	5,000
Crime Coverage - Selective Insurance Company of America		
Employee Theft - Per Employee/Per Loss	100,000/400,000	5,000
Forgery or Altercation	50,000	1,000
Education Legal Liability & Employment Practices Liability - Darwin National Assurance Company		
	1,000,000/1,000,000	25,000
Commercial Environmental Impairment Liability - Ace American Ins. Co.		
	1,000,000/3,000,000	15,000
Excess Liability - Fireman's Fund Ins. Co.		
	50,000,000/Excess of 10,000,000	
Officials' Bonds - Selective Insurance Company of America		
Treasurer of School Moneys	500,000	
School Board Secretary/Business Administrator	500,000	
Volunteers Accident - Life Insurance Co. of North America		
	100,000	
K-12 Basic Accident - Life Insurance Co. of North America		
	25,000	
Voluntary - Students 24 hour - Life Insurance Co. of North America		
	500,000	
Catastrophe Student Accident - Life Insurance Co. of North America		
	5,000,000	
Workers Compensation - NESBIG		
	Statutory	

Source: District records.

Note: The District is part of the Northeast Bergen County School Board Insurance Group (NESBIG). Several of the above coverages are the combined amounts for all the school districts under master policies with insurance companies.

SINGLE AUDIT SECTION

**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**

Independent Auditor's Report

Honorable President and Members
of the Board of Education
Township of Ridgewood School District
County of Bergen
Ridgewood, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township of Ridgewood School District, in the County of Bergen, State of New Jersey, as of and for the year ended June 30, 2012, and have issued our report thereon dated November 29, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

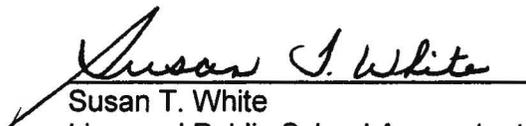
As part of obtaining reasonable assurance about whether the Board of Education of the Township of Ridgewood School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance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

We noted certain matters that we reported to the Board of Education of the Township of Ridgewood School District in a separate report entitled *Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 29, 2012.

This report is intended solely for the information and use of management, the Township of Ridgewood Board of Education, the New Jersey Department of Education (the cognizant audit agency), and other state and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.



SMOLIN, LUPIN & CO., P.A.
Certified Public Accountants



Susan T. White
Licensed Public School Accountant
License #20CS00119300

Fairfield, New Jersey
November 29, 2012

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

Independent Auditor's Report

Honorable President and Members
of the Board of Education
Township of Ridgewood School District
County of Bergen
Ridgewood, New Jersey

Compliance

We have audited the Board of Education of the Township of Ridgewood School District's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the Board of Education of the Township of Ridgewood School District's major federal awards and state financial assistance programs for the year ended June 30, 2012. The Board of Education of the Township of Ridgewood School District's major federal awards and state financial assistance programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal awards and state financial assistance programs is the responsibility of the Board of Education of the Township of Ridgewood School District's management. Our responsibility is to express an opinion on the Board of Education of the Township of Ridgewood School District's compliance based on our audit.

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

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

Internal Control Over Compliance

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

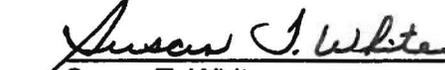
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal awards or state financial assistance 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 awards or state financial assistance program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of management, the Township of Ridgewood Board of Education, the New Jersey Department of Education (the cognizant audit agency), and other state and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.



SMOLIN, LUPIN & CO., P.A.
Certified Public Accountants



Susan T. White
Licensed Public School Accountant
License #20CS00119300

TOWNSHIP OF RIDGEWOOD 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 Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2011	Carryover/ Walkover Amount	Cash Received	Budgetary Expenditures	Adjust- ments	Repayment of Prior Years' Balances	June 30, 2012		
				From	To							Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Education														
Passed-through State Department of Education:														
General Fund:														
Education Jobs Fund	84 410A	ARRA 4390-12	\$ 3,100	9/1/11	8/31/12	\$ -	\$ -	\$ 3,100	\$ (3,100)	\$ -	\$ -	\$ -	\$ -	\$ -
Education Jobs Fund	84 410A	ARRA 4390-11	\$ 98,941	9/1/10	8/31/11	(20,135)		20,135						
Total General Fund						(20,135)		23,235	(3,100)					
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Child Nutrition Cluster:														
Enterprise Fund:														
National School Lunch Program:														
Cash assistance	10 555	N/A	61,787	7/1/11	6/30/12			57,080	(61,787)			(4,707)		
Cash assistance	10 555	N/A	64,368	7/1/10	6/30/11	(5,982)		5,982						
Non-cash assistance (Food Distribution)	10 555	N/A	44,182	7/1/11	6/30/12			44,182	(40,478)				3,704	
Non-cash assistance (Food Distribution)	10 555	N/A	42,004	7/1/10	6/30/11	5,361			(5,361)					
School Breakfast Program - cash assistance	10 553	N/A	174	7/1/11	6/30/12			129	(174)			(45)		
School Breakfast Program - cash assistance	10 553	N/A	394	7/1/10	6/30/11	(30)		30						
Total Enterprise Fund						(651)		107,403	(107,800)			(4,752)	3,704	
U.S. Department of Education														
Passed-through State Department of Education:														
Special Revenue Fund:														
IDEA Part B														
Current Year	84 027	FT-4390-12	1,007,962	9/1/11	8/31/12			951,899	(1,007,035)			(55,136)		
Summer	84 027	FT-4390-11	972,928	9/1/10	8/31/11	(152,225)		152,225						
IDEA Preschool:														
Current Year	84 173	PS-4390-12	38,108	9/1/11	8/31/12			36,970	(36,970)					
Title I Part A, Improving Basic Programs:														
Current Year	84 010A	NCLB-4390-12	133,682	9/1/11	8/31/12		3,930	99,519	(137,612)			(34,163)		
Summer	84 010A	NCLB-4390-11	110,386	9/1/10	8/31/11	(38,650)		40,125	(1,475)					
Prior Year Carryover	84 010A	NCLB-4390-11	3,930	9/1/10	8/31/11		(3,930)	3,930						
Title II Part A, Teacher and Principal Training and Recruiting:														
Current Year	84 367A	NCLB-4390-12	83,393	9/1/11	8/31/12			62,596	(83,227)			(20,631)		
Summer	84 367A	NCLB-4390-11	88,592	9/1/10	8/31/11	(29,380)		29,380						
Title II Part D Enhancing Education Through Technology:														
Prior Year Carryover	84 318X	NCLB-4390-11	124	9/1/10	8/31/11	(124)		124						
Prior Year Carryover	84 318X	NCLB-4390-11	1,313	9/1/09	8/31/10	(107)		107						
Title III, English Language Acquisition and Language Enhancement														
Current Year	84 365A	NCLB-4390-12	22,219	9/1/11	8/31/12		4,978	13,562	(26,322)			(7,782)		
Summer	84 365A	NCLB-4390-11	28,287	9/1/10	8/31/11	(12,787)		12,787						
Prior Year Carryover	84 365A	NCLB-4390-11	1,640	9/1/10	8/31/11		(1,640)	1,640						
Prior Year Carryover	84 365A	NCLB-4390-10	3,338	9/1/09	8/31/10		(3,338)	3,338						
A R R A - IDEA Part B														
Current Year	84 391	ARRA-4390-10	1,153,998	9/1/09	8/31/11	(134,231)		220,283	(86,053)	1 *				
A R R A - Preschool														
Current Year	84 392A	ARRA-4390-10	41,768	9/1/09	8/31/11	(7,854)		8,801	(947)					

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TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
 Schedule of Expenditures of Federal Awards
 For the Fiscal Year Ended June 30, 2012

Schedule A

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2011	Carryover/ Walkover Amount	Cash Received	Budgetary Expenditures	Adjust- ments	Repayment of Prior Years' Balances	June 30, 2012		
				From	To							Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Homeland Security														
Federal Emergency Management Agency														
Passed-through New Jersey State Police:														
Special Revenue Fund:														
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	003-UJJ9E-00 UJJ9E03	37,500	9/1/11	8/31/12	\$ -	\$ -	\$ 37,500	\$ (37,500)	\$ -	\$ -	\$ -	\$ -	\$ -
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	003-UJJ9E-00 UJJ9E01	1,957	9/1/11	8/31/12			1,957	(1,957)					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	003-UJJ9E-00 UJJ9E04	29,142	9/1/11	8/31/12				(29,142)			(29,142)		
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	003-UJJ9E-00 UJJ9E02	116,520	9/1/11	8/31/12				(116,520)			(116,520)		
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	003-UJJ9E-00 RIDGB01	22,664	9/1/10	8/31/11	(22,664)		22,664						
U.S. Department of Education														
Special Revenue Fund:														
Teaching American History - Profiles and Perspectives of Our American Identity	84.215X	U215X100073	999,479	9/1/10	8/31/15	(4,166)		307,432	(325,392)	1		(22,125)		
Total Special Revenue Fund						<u>(402,188)</u>		<u>2,006,839</u>	<u>(1,890,152)</u>	<u>2</u>		<u>(285,499)</u>		
Total Federal Awards						<u>\$ (422,974)</u>	<u>\$ -</u>	<u>\$ 2,137,477</u>	<u>\$ (2,001,052)</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ (290,251)</u>	<u>\$ 3,704</u>	<u>\$ -</u>

* Rounding

TOWNSHIP OF RIDGEWOOD 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 Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2011				GAAP Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years' Balances	Balance at June 30, 2012			MEMO	
				Deferred Revenue (Accounts Receivable)	Due to Grantor	Carryover/ Walkover Amount					Accounts Receivable	Deferred Revenue/ Interfund	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education															
General Fund:															
Special Education Categorical Aid	12-495-034-5120-089	\$ 1,585,611	7/1/11 - 6/30/12	\$ -	\$ -	\$ -	\$ 1,585,611	\$ (1,585,611)	\$ -	\$ -	\$ -	\$ -	\$ 113,240	\$ 1,585,611	
Additional Nonpublic School Transportation Aid	12-100-034-5120-014	16,424	7/1/11 - 6/30/12										16,424		
Additional Nonpublic School Transportation Aid	11-100-034-5120-014	17,274	7/1/10 - 6/30/11				17,274	(17,274)						17,274	
Extraordinary Special Education Costs Aid	12-100-034-5120-473	1,595,175	7/1/11 - 6/30/12										1,595,175		
Extraordinary Special Education Costs Aid	11-100-034-5120-473	1,486,176	7/1/10 - 6/30/11				1,486,176	(1,486,176)						1,486,176	
Payment for Institutionalized Children- Unknown District of Residence	12-495-034-5120-078	97,837	7/1/11 - 6/30/12				68,271	(97,837)	(324) **	(29,890)			29,890	97,837	
Payment for Institutionalized Children- Unknown District of Residence	11-495-034-5120-078	165,895	7/1/10 - 6/30/11	(68,526)			68,243			(283)			283		
Anti-Bullying Bill of Rights Act Aid	Not Available	522	7/1/11 - 6/30/12				522	(522)						522	
TPAF pension - non-contributory insurance	12-495-034-5095-007	132,108	7/1/11 - 6/30/12				132,108	(132,108)						132,108	
TPAF pension - normal	12-495-034-5095-006	1,231,044	7/1/11 - 6/30/12				1,231,044	(1,231,044)						1,231,044	
TPAF pension - post retirement medical	11-495-034-5095-001	2,740,292	7/1/11 - 6/30/12				2,740,292	(2,740,292)						2,740,292	
Social Security Tax - TPAF/FICA Wage Freeze Grant	11-495-034-5095-002	468	7/1/10 - 6/30/11	(234)			234								
Reimbursed TPAF Social Security Contributions	12-495-034-5095-002	3,136,845	7/1/11 - 6/30/12				2,978,890	(3,136,845)		(157,955)			157,955	3,136,845	
Reimbursed TPAF Social Security Contributions	11-495-034-5095-002	3,152,820	7/1/10 - 6/30/11	(157,728)			157,728								
Total General Fund				(226,488)			10,466,393	(10,427,709)	(324)	(188,128)			1,912,967	10,427,709	
Special Revenue Fund:															
N.J. Nonpublic Aid:															
Auxiliary Services:															
Compensatory Education	12-100-034-5120-067	592	7/1/11 - 6/30/12				592	(592)						592	
Handicapped Services:															
Supplemental Instruction	12-100-034-5120-066	140	7/1/11 - 6/30/12				140	(140)						140	
Examination & Classification	12-100-034-5120-066	1,126	7/1/11 - 6/30/12				1,126	(1,126)						1,126	
Examination & Classification	11-100-034-5120-066	3,347	7/1/10 - 6/30/11	3,347					(3,347) *						
Corrective Speech	12-100-034-5120-068	1,580	7/1/11 - 6/30/12				1,580	(790)				790		790	
Corrective Speech	11-100-034-5120-066	2,347	7/1/10 - 6/30/11	782					(782) *						
Textbook Aid	12-100-034-5120-064	1,760	7/1/11 - 6/30/12				1,760	(1,757)				3		1,757	
Textbook Aid	11-100-034-5120-064	682	7/1/10 - 6/30/11	165					(165) *						
Nursing	12-100-034-5120-070	70	7/1/11 - 6/30/12				70	(70)						70	
Total Special Revenue Fund				4,294			5,268	(4,475)	(4,294)			793		4,475	
State Department of Education															
Debt Service Fund:															
Debt Service Aid - State Support	12-495-034-5120-017	\$ 552,361	7/1/11 - 6/30/12				552,361	(552,361)						552,361	
Total Debt Service Fund							552,361	(552,361)						552,361	
State Department of Agriculture:															
Enterprise Fund:															
National School Lunch Program (State Share)	12-100-010-3350-023	5,933	7/1/11 - 6/30/12				5,481	(5,933)		(452)			452	5,933	
National School Lunch Program (State Share)	11-100-010-3350-023	7,192	7/1/10 - 6/30/11	(1,060)			1,060								
Total Enterprise Fund				(1,060)			6,541	(5,933)		(452)			452	5,933	

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See accompanying notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.

TOWNSHIP OF RIDGEWOOD 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 Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2011				Budgetary Expenditures	Adjustments/Repayment of Prior Years' Balances	Balance at June 30, 2012			MEMO	
				Deferred Revenue (Accounts Receivable)	Due to Grantor	Carryover/Walkover Amount	GAAP Cash Received			Accounts Receivable	Deferred Revenue/Interfund	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
New Jersey Economic Development Authority/ New Jersey School Development Authority: Capital Projects Fund:														
Section 15 Grant - Ridgewood High School Rehabilitation Projects	4390-050-09-3007	\$ 3,926,037	7/1/09 - 6/30/13	\$ (1,227,582)	\$ -	\$ -	\$ 2,487,673	\$ (1,937,746)	\$ -	\$ (677,655)	\$ -	\$ -	\$ 677,655	\$ 3,165,328
Section 15 Grant - Willard Rehabilitation Projects	4390-130-09-1014	870,858	7/1/09 - 6/30/13	(501,267)			177,452	(19,910)		(343,725)			343,725	521,177
Section 15 Grant - Willard Classrooms Additions	4390-130-09-1001	802,771	7/1/09 - 6/30/13	(152,573)				(561,224)		(713,797)			713,797	713,797
Section 15 Grant - Ridge Classrooms Additions	4390-090-09-1003	784,015	7/1/09 - 6/30/13	(537,711)			627,212	(102,596)		(13,095)			13,095	640,307
Section 15 Grant - Hawes Roof Replacement	4390-085-09-1010	730,391	7/1/09 - 6/30/13	(436,444)			343,081	(10,391)		(103,754)			103,754	446,835
Section 15 Grant - Travell Roof Replacement	4390-110-09-1013	537,506	7/1/09 - 6/30/13	(222,439)			174,940	(8,785)		(56,284)			56,284	231,224
Section 15 Grant - Hawes Classrooms Additions	4390-085-09-1002	510,224	7/1/09 - 6/30/13	(508,740)			408,179	(1,488)		(102,049)			102,049	510,228
Section 15 Grant - Ridgewood High School Rehabilitation Projects	4390-050-09-3006	409,054	7/1/09 - 6/30/13	(330,888)			276,318	(24,726)		(79,296)			79,296	355,614
Section 15 Grant - Somerville Roof Replacement	4390-100-09-1012	408,916	7/1/09 - 6/30/13	(167,881)			145,065	(8,174)		(30,990)			30,990	176,055
Section 15 Grant - Benjamin Franklin Improvements to Ventilation and A/C System	4390-060-09-2008	326,619	7/1/09 - 6/30/13	(226,042)			184,802	(29,638)		(70,878)			70,878	255,680
Section 15 Grant - George Washington Classrooms Rehabilitation	4390-070-09-1005	269,568	7/1/09 - 6/30/13	(69,450)				(200,118)		(269,568)			269,568	269,568
Section 15 Grant - George Washington Rehab Electrical and Replace Windows	4390-070-09-1009	162,024	7/1/09 - 6/30/13	(33,756)				(118,714)		(152,470)			152,470	152,470
Section 15 Grant - Ridge Rehabilitation of Electrical Service	4390-090-09-1011	96,442	7/1/09 - 6/30/13	(8,245)				(10,147)		(18,392)			18,392	18,392
Section 15 Grant - Orchard Installation of Occupancy Sensors	4390-120-09-1015	10,287	7/1/09 - 6/30/13	(1,272)				(3,742)		(5,014)			5,014	5,014
Total Capital Projects Fund				<u>(4,424,290)</u>			<u>4,824,722</u>	<u>(3,037,399)</u>		<u>(2,636,967)</u>			<u>2,636,967</u>	<u>7,461,689</u>
Total State Financial Assistance				(4,647,544)			15,855,285	(14,027,877)	(4,618)	(2,825,547)	793		4,550,386	18,452,167
State Financial Assistance Not Subject to Single Audit Determination														
General Fund														
TPAF pension - non-contributory insurance	12-495-034-5095-007	132,108	7/1/11 - 6/30/12				(132,108)	132,108						(132,108)
TPAF pension - normal	12-495-034-5095-006	1,231,044	7/1/11 - 6/30/12				(1,231,044)	1,231,044						(1,231,044)
TPAF pension - post retirement medical	11-495-034-5095-001	2,740,292	7/1/11 - 6/30/12				(2,740,292)	2,740,292						(2,740,292)
Total State Financial Assistance Subject to Single Audit				<u>\$ (4,647,544)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,751,841</u>	<u>\$ (9,924,433)</u>	<u>\$ (4,618)</u>	<u>\$ (2,825,547)</u>	<u>\$ 793</u>		<u>\$ 4,550,386</u>	<u>\$ 14,348,723</u>

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* Repayment
 ** Repayment of 2010-11 tuition adjustment

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and
State 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 of the Township of Ridgewood School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies are included on the schedules of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state 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 District's basic financial statements. The information in these schedules are presented in accordance with the requirements of 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*. Therefore, some amounts presented in these schedules 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, special revenue fund, capital projects fund and debt service 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, extraordinary special education costs aid, and additional nonpublic school transportation aid. For GAAP purposes payments are 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 District did not have one or more June state aid payments in the special revenue fund, however, if it did, the special revenue fund would recognize the one or more June state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and
State Financial Assistance
June 30, 2012

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(221,389) for the general fund. There are no adjustments for the special revenue fund, capital projects fund and debt service fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 3,100	\$ 10,427,709	\$ 10,430,809
Special Revenue Fund	1,890,152	4,475	1,894,627
Capital Projects Fund		3,037,399	3,037,399
Debt Service Fund		552,361	552,361
Food Service Fund	107,800	5,933	113,733
	<u>107,800</u>	<u>5,933</u>	<u>113,733</u>
Total federal awards and state financial assistance	<u>\$ 2,001,052</u>	<u>\$ 14,027,877</u>	<u>\$ 16,028,929</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the National School Lunch Program, non-cash assistance (Food Distribution) represent current year value received and current year distributions, respectively of the Federal Food Distribution Program.

The amount reported as TPAF Pension - Non-Contributory Insurance, Post Retirement Medical Contributions, and Normal Costs represents the amount paid by the state on behalf of the District for the year ended June 30, 2012. Reimbursed TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2012.

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

On-behalf state programs for TPAF Pension Non-Contributory Insurance, Post-Retirement Medical Contributions, and Normal Costs are not subject to a state single audit and, therefore, are excluded from major program determination. The schedule of expenditures of state financial assistance provides a reconciliation of state financial assistance reported in the District's basic financial statements and the amount subject to state single audit and major program determination.

TOWNSHIP OF RIDGEWOOD 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? yes x no

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

Noncompliance material to basic financial statements noted? yes x no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027	I.D.E.A. Part B
84.173	I.D.E.A. Preschool
84.391	ARRA - I.D.E.A. Part B
84.392A	ARRA - I.D.E.A. Preschool Grants
84.215X	Teaching American History

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

Auditee qualified as low-risk auditee? yes x no

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2012

Section II - Financial Statement Findings

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

None

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Schedule of Findings and Questioned Costs (Continued)
For the Fiscal Year Ended June 30, 2012

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

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal awards and state financial assistance programs, as required by U.S. OMB Circular A-133 and New Jersey OMB's Circular 04-04.

Current Year Federal Awards

None

Current Year State Financial Assistance

None

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT
Summary Schedule of Prior-Year Audit Findings
And Questioned Costs as Prepared by Management
For the Fiscal Year Ended June 30, 2012

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

None.