

**SCHOOL DISTRICT OF  
RIVERSIDE TOWNSHIP**

**RIVERSIDE BOARD OF EDUCATION**

Riverside, New Jersey  
County of Burlington

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



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**RIVERSIDE, NEW JERSEY**

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

**Prepared by**

**Riverside Township Board of Education  
Finance Department**



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**INTRODUCTORY SECTION**



# Riverside Township School District

112 E, Washington Street  
Riverside, New Jersey 08075-3899  
Phone 856-461-1255  
Fax 856-461-5168

Robin A. Ehrich  
Superintendent of Schools  
Ext. 1111

Jodi Lennon  
Business Administrator/ Board Secretary  
Ext. 1112

August 28, 2012

Honorable President and  
Members of the Board of Education  
Riverside School District  
County of Burlington, New Jersey

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections; introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments", and the State Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1) **REPORTING ENTITY AND ITS SERVICES**, Riverside School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Riverside Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational, as well as special education for the gifted and handicapped youngsters. The District completed the 2011-2012 fiscal year with an enrollment of 1,379 students. This enrollment

reflects a decrease of fifteen students from the previous year's enrollment. The following details the changes in the student enrollment of the District over the last five years:

Average Daily Enrollment

Fiscal Year	Student Enrollment
11-12	1,385.8
10-11	1,389.6
09-10	1,364.4
08-09	1,374.7
07-08	1,433.4

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

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

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

**3) 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 the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2012. There were \$0 in reservations of fund balance at June 30, 2012.

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

5) **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the general fund, special revenue fund, capital projects fund and debt service fund revenues for the fiscal year ended June 30, 2011 and the fiscal year ended June 30, 2012.

Revenue	2010-11 Amount	Percent of Total	2011-12 Amount	Percent of Total
Local Sources	\$ 9,339,991	40.70%	\$9,351,534	40.63%
State Sources	12,460,999	54.30%	12,482,497	54.22%
Federal Sources	1,146,407	5.00%	1,186,682	5.15%
<b>Total</b>	<b>\$22,947,397</b>	<b>100.0%</b>	<b>\$23,020,713</b>	<b>100.0%</b>

The following schedule presents a summary of general fund, special revenue fund, capital projects and debt service fund expenditures for the fiscal year ended June 30, 2011 and for the fiscal year ended June 30, 2012.

Expenditures	2010-11 Amount	Percent of Total	2011-12 Amount	Percent of Total
Current Expenses	\$19,056,403	84.53%	\$20,686,757	88.23%
Capital Outlay	146,822	.65%	130,570	.56%
Special Revenue Fund	1,561,928	6.93%	1,231,133	5.25%
Capital Projects Fund	774,296	3.43%	646,739	2.76%
Debt Service	1,004,843	4.46%	750,878	3.20%
<b>Total Expenditures</b>	<b>\$22,544,292</b>	<b>100.0%</b>	<b>\$23,446,077</b>	<b>100.0%</b>

6) **DEBT ADMINISTRATION:** At June 30, 2012, the District had \$87,984 outstanding in Capital Leases and \$6,928,000 in bonds.

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

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

9) **OTHER INFORMATION:**

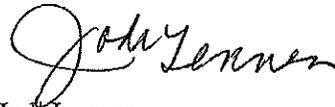
**Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman & Frenia, P. C., was selected by the Board's audit committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

10) **ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the Riverside Township School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation.

Respectfully submitted,

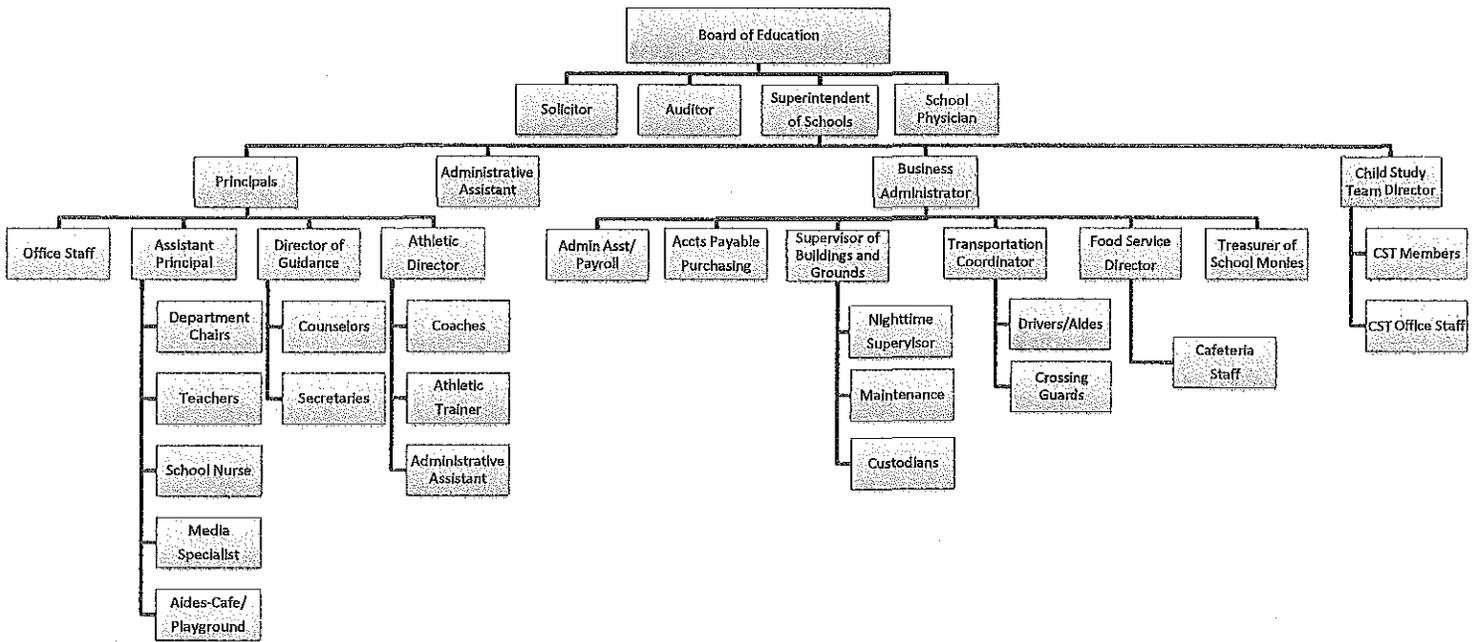


Robin A. Ehrich  
Superintendent of Schools



Jodi Lennon  
Business Administrator/Board Secretary

## RIVERSIDE TOWNSHIP BOARD OF EDUCATION ORGANIZATIONAL CHART





**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

112 E. Washington Street  
Riverside, New Jersey 08075

**ROSTER OF OFFICIALS**

**JUNE 30, 2012**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>TERM EXPIRES</b>
Ronald Russell, President	2013
Michael DiMiero, Vice President	2014
Joseph D'Agostino	2014
James DiMiero	2012
Deborah Graf	2013
Bethann Knaub	2013
Timothy McElroy	2012
John Mongon	2012
Dean W. Potts	2014
Diane Reale	2012

**OTHER OFFICIALS**

Robin A. Ehrich, Superintendent

Jodi Lennon, Business Administrator/Board Secretary

Eleanor Ruehmling, Treasurer of School Monies

Capehart Scatchard, Solicitor

**CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

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

**ATTORNEY**

Capehart Scatchard  
8000 Midlantic Drive, Suite 300  
Mount Laurel, New Jersey 08054

**OFFICIAL DEPOSITORY**

Beneficial Bank  
801 Burlington Avenue  
Delanco, New Jersey 08075

**FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Riverside Township School District  
County of Burlington  
Riverside, New Jersey 08075

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 Riverside Township School District, County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated August 28, 2012, on our consideration of the Riverside Township Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 10 through 15 and 50 through 63 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 Riverside Township Board of Education's basic financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules and statistical information are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, and is also not a required part of the financial statements. The combining and individual fund financial statements, long-term debt schedules and the accompanying schedule of expenditures of federal awards and state financial assistance have been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Michael Holt  
Certified Public Accountant  
Public School Accountant  
No. 1148

Medford, New Jersey  
August 28, 2012

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

Management's Discussion and Analysis



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FISCAL YEAR ENDED JUNE 30, 2012**

**UNAUDITED**

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

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Account Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued in June 1999. Certain comparative information between the current year (2011-12) and the prior year (2010-11) is required to be presented in the MD&A.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

**District-wide financial statements**

The district-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private-sector business.

The statement of net assets (A-1) presents information on all of the assets and liabilities of the District, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities (A-2) presents information showing how the net assets of the District changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The district-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

**Fund financial statements**

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

## **Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements. However, unlike the district-wide financial statements governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decision. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, capital projects fund and debt service fund.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

## **Proprietary Funds**

The District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used 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 of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The proprietary fund has been included within business-type activities in the district-wide financial statements.

The food services fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

## **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the district-wide financial statements because the resources of those funds are not available to support the District's own programs.

The District uses trust and agency funds to account for resources held for student activities and groups, scholarships, for payroll transactions and for the District's unemployment trust fund.

The basic fiduciary fund financial statements can be found as Exhibits B-7 and B-8 in this report.

## **Notes to the Financial Statements**

The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

## Other Information

The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

## FINANCIAL HIGHLIGHTS

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

- The General Fund's portion of the local tax levy increased from FY 10-11 to FY11-12 by \$129,897. The General Fund's local tax levy is \$6,624,728.
- The Debt Service Fund's portion of the local tax levy for 2011-2012 is \$710,279.
- The General Fund's unassigned fund balance at 6/30/12 is \$0.
- State aid increased by \$447,657 in 2011-2012 from 2010-2011.

## District-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net assets:

	Governmental Activities	Business-Type Activities	Total
Current & Other Assets	\$ 1,922,945	137,194	2,060,139
Capital Assets, net	<u>9,832,367</u>	<u>48,953</u>	<u>9,881,320</u>
Total Assets	<u>11,755,312</u>	<u>186,147</u>	<u>11,941,459</u>
Long-term Liabilities Outstanding	6,833,623		6,833,623
Other Liabilities	<u>1,376,230</u>		<u>1,376,230</u>
Total Liabilities	<u>8,209,853</u>		<u>8,209,853</u>
Net Assets:			
Investments in Capital Assets, Net of Related Debt	2,816,383	48,953	2,865,336
Restricted	1,304,952		1,304,952
Unrestricted	<u>(575,876)</u>	<u>137,194</u>	<u>(438,682)</u>
Total Net Assets	<u>\$ 3,545,459</u>	<u>186,147</u>	<u>3,731,606</u>

The District's investment in capital assets within the net assets above, less any related debt used to acquire those assets that is still outstanding is \$2,816,383.

The unrestricted net assets may be used to meet the District's ongoing obligations to student, employees, and creditors. The unrestricted net assets include the amount of long-term obligations that are not invested in capital assets, such as compensated absences.

At the end of the current fiscal year, the District is able to report a positive balance in total net assets. The same situation held true for the prior fiscal year.

The following table provides a summary of revenues and expenses for the District's governmental and business-type activities fund the change in net assets from the prior year:

	Governmental Activities	Business-Type Activities	Total
Revenues:			
Program Revenues:			
Charges for Services		\$ 189,184	\$ 189,184
Operating Grants & Contributions	\$ 1,231,133	319,159	1,550,292
General Revenues:			
Property Taxes	7,335,007		7,335,007
Federal & State Aid not Restricted to Specific Purposes	12,438,046		12,438,046
Miscellaneous (Includes Interest & Tuition)	2,016,527	2,234	2,018,761
Total Revenue	<u>23,020,713</u>	<u>510,577</u>	<u>23,531,290</u>
Expenses:			
Instructional Services	9,458,817		9,458,817
Support Services	12,286,623		12,286,623
Food Service		492,882	492,882
Interest on Long-Term Debt	357,500		357,500
Other	761,925		761,925
Total Expenses	<u>22,864,865</u>	<u>492,882</u>	<u>23,357,747</u>
Change in Net Assets	155,848	17,695	173,543
Net Assets – Beginning	<u>3,389,611</u>	<u>168,452</u>	<u>3,558,063</u>
Net Assets – Ending	<u>\$ 3,545,459</u>	<u>\$ 186,147</u>	<u>\$ 3,731,606</u>

### Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements.

### Financial Information at Fiscal Year-End

The following schedule presents a summary of the general fund, special revenue fund, capital projects and debt service fund revenues for the fiscal year ended June 30, 2012 and the amount and percentage of increases and (decreases) in relation to prior year revenues.

	Revenue	Percent of Total	Increase/ (Decrease) From 2011	Percent of Increase/ (Decrease)
Local Sources:				
District Taxes	\$ 7,335,007	31.79%	\$126,345	1.75%
Miscellaneous	2,016,527	8.76%	(114,802)	(5.39)%
State Sources	12,482,497	54.10%	21,498	0.17%
Federal Sources	<u>1,186,682</u>	<u>5.14%</u>	<u>40,275</u>	<u>3.51%</u>
Total	<u>\$23,020,713</u>	<u>100.00%</u>	<u>\$ 73,316</u>	<u>.32%</u>

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

	Amount	Percent of Total	Increase/ (Decrease) From 2011	Percent of Increase/ (Decrease)
Current Expenditures:				
Instruction	\$ 9,458,817	40.34%	\$ 159,568	1.72%
Undistributed	12,459,073	53.14%	1,139,991	10.07%
Capital Outlay	777,309	3.32%	(253,965)	(25.27)%
Debt Service	<u>750,878</u>	<u>3.20%</u>	<u>(143,808)</u>	<u>(15.61)%</u>
Total	<u>\$23,446,077</u>	<u>100.00%</u>	<u>\$ 901,786</u>	<u>4.00%</u>

### General Fund Budgetary 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 modified accrual and encumbrance accounting. The most significant budgeted fund is the General Fund.

During the course of the fiscal year 2012, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

While the District's final budget for the general fund anticipated that revenues and expenditures would be equal, the actual results for the year show a surplus.

### Proprietary Funds

The District's proprietary fund provides the same type of information found in the district-wide financial statements, but in more detail.

The Food Services Enterprise fund's operating revenue decreased by \$(13,293) over the operating revenue in 2010-11, from \$204,711 to \$191,418. The net assets of the food service program were \$186,147 at June 30, 2012. The food services program continues to be self-sustaining and does not require any appropriation of funds from the District's general fund budget.

### **Capital Assets**

At June 30, 2012 the District had capital assets of \$9,881,320, net of depreciation, which includes land, land improvements, buildings/construction, machinery and equipment, and vehicles,

Additional information on the District's capital assets can be found in Note 6 to the basic financial statements.

### **Debt Administration and Other Obligations**

At June 30, 2012 the District's outstanding debt issues included \$6,928,000 in general obligation bonds.

Additional information on the District's debt administration and other obligations can be found in Note 7 to the basic financial statements.

### **Economic Factors and Next Year's Budget**

- The District anticipates that the approved 2012-2013 budget will be adequate to satisfy all 2012-13 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.

### **Requests for Information**

This financial report is designed to provide a general overview of the Riverside Township School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Riverside Township Board of Education, 112 E, Washington Street, Riverside, New Jersey 08075,

**BASIC FINANCIAL STATEMENTS**



## A. District-Wide Financial Statements



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTALS	
			JUNE 30, 2012	JUNE 30, 2011 (MEMORANDUM ONLY)
Cash & Cash Equivalents	\$1,057,695	94,184	1,151,879	1,011,729
Receivables, Net	578,088	38,340	616,428	1,069,653
Inventory		4,670	4,670	4,668
Restricted Assets:				
Capital Reserve Account - Cash	13,106		13,106	27,385
Capital Assets:				
Depreciable, Net (Note 6)	9,832,367	48,953	9,881,320	9,763,228
Unamortized Loss on Early Retirement of Debt	199,069		199,069	
Unamortized Bond Issue Costs	74,987		74,987	
<b>Total Assets</b>	<b>11,755,312</b>	<b>186,147</b>	<b>11,941,459</b>	<b>11,876,663</b>
<b>LIABILITIES</b>				
Cash Deficit	61,730		61,730	53,101
Accounts Payable	180,488		180,488	891,535
Accrued Interest Payable	43,723		43,723	
Unamortized Bond Premium	441,480		441,480	
Deferred Revenue	57,996		57,996	10,269
Noncurrent Liabilities (Notes 7):				
Due Within One Year	590,813		590,813	517,015
Due Beyond One Year	6,833,623		6,833,623	6,846,680
<b>Total Liabilities</b>	<b>8,209,853</b>		<b>8,209,853</b>	<b>8,318,600</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	2,816,383	48,953	2,865,336	2,810,228
Restricted For:				
Debt Service	(42,297)		(42,297)	1,186
Capital Projects	124,531		124,531	34,340
Other Purposes	1,222,718		1,222,718	1,518,179
Unrestricted	(575,876)	137,194	(438,682)	(805,870)
<b>Total Net Assets</b>	<b>\$3,545,459</b>	<b>186,147</b>	<b>3,731,606</b>	<b>3,558,063</b>

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS		
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	BUSINESS- TYPE ACTIVITIES	TOTALS	
					GOVERNMENTAL ACTIVITIES	(MEMORANDUM ONLY)
					JUNE 30, 2012	JUNE 30, 2011
Governmental Activities:						
Instruction:						
Regular	\$5,950,519			(5,950,519)	(5,950,519)	(5,642,070)
Special Education	2,599,861		978,952	(1,620,909)	(1,620,909)	(1,564,745)
Other Special Instruction	695,768			(695,768)	(695,768)	(662,739)
Other Instruction	212,669			(212,669)	(212,669)	(147,203)
Support Services & Undistributed Costs:						
Tuition	1,950,057			(1,950,057)	(1,950,057)	(1,366,671)
Student & Instruction Related Services	1,582,409			(1,582,409)	(1,582,409)	(1,628,504)
School Administrative Services	1,151,590		252,181	(899,409)	(899,409)	(885,517)
General & Business Administrative Services	770,291			(770,291)	(770,291)	(642,939)
Plant Operations & Maintenance	1,470,943			(1,470,943)	(1,470,943)	(1,643,389)
Pupil Transportation	415,270			(415,270)	(415,270)	(333,049)
Employee Benefits	4,946,063			(4,946,063)	(4,946,063)	(4,548,293)
Interest on Long Term Debt	357,500			(357,500)	(357,500)	(274,843)
Reduction of Capital Leases	(22,016)			22,016	22,016	
Amortization of Debt Issuance Costs	(2,576)			2,576	2,576	
Unallocated Compensated Absences	(2,243)			2,243	2,243	
Unallocated Depreciation	304,487			(304,487)	(304,487)	(721,489)
Fixed Asset Disposals	225,790			(225,790)	(225,790)	
Loss on Adjustment to Fixed Asset Appraisal	258,483			(258,483)	(258,483)	
<b>Total Governmental Activities</b>	<b>22,864,865</b>		<b>1,231,133</b>	<b>(21,633,732)</b>	<b>(21,633,732)</b>	<b>(20,061,451)</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS		
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	TOTALS	
					BUSINESS- TYPE ACTIVITIES	JUNE 30, 2012
						(MEMORANDUM ONLY)
Business-Type Activities:						
Food Service	492,882	189,184	319,159	15,461	15,461	21,467
Total Business-Type Activities	492,882	189,184	319,159	15,461	15,461	21,467
Total Primary Government	\$23,357,747	189,184	1,550,292	(21,633,732)	15,461	(21,618,271) (20,039,984)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				6,624,728	6,624,728	6,494,831
Taxes Levied for Debt Service				710,279	710,279	713,831
Federal & State Aid Not Restricted				12,438,046	12,438,046	12,054,194
Tuition Received				1,751,835	1,751,835	1,808,742
Miscellaneous Income				221,597	223,831	280,042
Transportation Fees from Other LEA's				43,095	43,095	43,318
Total General Revenues, Special Items, Extraordinary Items & Transfers				21,789,580	2,234	21,791,814 21,394,958
Change In Net Assets				155,848	17,695	173,543 1,354,974
Net Assets - Beginning				3,389,611	168,452	3,558,063 2,203,089
Net Assets - Ending				\$3,545,459	186,147	3,731,606 3,558,063

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



## B. Fund Financial Statements



## Governmental Funds



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2012**

(With Comparative Totals for June 30, 2011)

ASSETS	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTALS	
					JUNE 30, 2012	JUNE 30, 2011
Cash & Cash Equivalents	\$931,738		125,954	3	1,057,695	872,695
Accounts Receivable:						
Receivables - Other - Net	200,130				200,130	188,331
Intergovernmental - State	107,882				107,882	593,019
Intergovernmental - Federal	98,942	169,711			268,653	244,413
Due from Other Funds				1,423	1,423	345
Restricted Cash & Cash Equivalents	13,106				13,106	27,385
<b>Total Assets</b>	<b>\$1,351,798</b>	<b>169,711</b>	<b>125,954</b>	<b>1,426</b>	<b>1,648,889</b>	<b>1,926,188</b>
<b>LIABILITIES &amp; FUND BALANCES</b>						
Liabilities:						
Cash Deficit		61,730			61,730	
Accounts Payable	\$101,976	49,985			151,961	191,771
Contracts Payable						669,975
Interfund Payables	27,104		1,423		28,527	30,134
Deferred Revenue		57,996			57,996	10,269
<b>Total Liabilities</b>	<b>129,080</b>	<b>169,711</b>	<b>1,423</b>		<b>300,214</b>	<b>902,149</b>
Equity & Other Credits:						
Fund Balances:						
Restricted for:						
Excess Surplus - Current Year	335,454				335,454	738,456
Excess Surplus - Prior Year						
Designated for Subsequent						
Year's Expenditures	738,456				738,456	309,003
Capital Reserve Account	13,106				13,106	27,385
Committed to:						
Other Purposes			117,575		117,575	10,595
Assigned to:						
Designated by the BOE						
for Subsequent Year's						
Expenditures	135,702				135,702	460,125
Capital Projects Fund			6,956		6,956	6,955
Debt Service fund				1,426	1,426	1,186
Unassigned:						
General Fund						(491,896)
Special Revenue Fund						(37,770)
<b>Total Fund Balances</b>	<b>1,222,718</b>		<b>124,531</b>	<b>1,426</b>	<b>1,348,675</b>	<b>1,024,039</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$1,351,798</b>	<b>169,711</b>	<b>125,954</b>	<b>1,426</b>		

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$15,564,519 and the accumulated depreciation is \$5,732,152	9,832,367	9,729,267
Accrued interest payable is not recorded in the fund financial due to the fact that payable is not due in the current period.	(43,723)	
Unamortized bond issuance costs/loss on refunding net of Bond Premium is not recorded in the fund financials But is recorded on the district wide financials	(167,424)	
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 Illustrative Note 7)	(7,424,436)	(7,363,695)
<b>Net Assets of Governmental Activities</b>	<b>\$3,545,459</b>	<b>3,389,611</b>

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS	
					(MEMORANDUM ONLY)	
					JUNE 30, 2012	JUNE 30, 2011
Revenues:						
Local Sources:						
Local Tax Levy	\$6,624,728			710,279	7,335,007	7,208,662
Tuition	1,751,835				1,751,835	1,808,742
Transportation Fees - Other LEA's	43,095				43,095	43,318
Miscellaneous	220,518		1,078	1	221,597	279,269
Total Revenues - Local Sources	8,640,176		1,078	710,280	9,351,534	9,339,991
State Sources	11,943,518	499,219		39,760	12,482,497	12,460,999
Federal Sources	416,998	769,684			1,186,682	1,146,407
Total Revenues	21,000,692	1,268,903	1,078	750,040	23,020,713	22,947,397
Expenditures:						
Current Expense						
Instruction - Regular Programs	5,950,519				5,950,519	6,924,562
Special Education	1,620,909	978,952			2,599,861	1,564,745
Other Special Instruction	695,768				695,768	662,739
Other Instruction	212,669				212,669	147,203
Support Services:						
Tuition	1,950,057				1,950,057	1,366,671
Student & Instruction Related Services	1,582,409				1,582,409	1,899,224
School Administrative Services	899,409	252,181			1,151,590	885,517
General Administrative Services	770,291				770,291	642,939
Plant Operations & Maintenance	1,643,393				1,643,393	1,643,389
Pupil Transportation	415,270				415,270	333,049
Employee Benefits	4,946,063				4,946,063	4,548,293
Debt Service:						
Principal				495,000	495,000	730,000
Interest & Other Charges				255,878	255,878	274,843
Capital Outlay	130,570		646,739		777,309	921,117
Total Expenditures	20,817,327	1,231,133	646,739	750,878	23,446,077	22,544,291
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	183,365	37,770	(645,661)	(838)	(425,364)	403,106
Other Financing Sources/(Uses):						
Bond Proceeds			750,000		750,000	
Capital Leases (Nonbudgeted)						110,000
Transfers In			14,315	1,078	15,393	150,368
Transfers Out	(14,315)		(1,078)		(15,393)	(150,368)
Total Other Financing Sources/(Uses)	(14,315)		763,237	1,078	750,000	110,000
Net Change in Fund Balances	169,050	37,770	117,576	240	324,636	513,106
Fund Balance - July 1	1,053,668	(37,770)	6,955	1,186	1,024,039	510,933
Fund Balance - June 30	\$1,222,718		124,531	1,426	1,348,675	1,024,039

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$324,636

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	(\$304,487)	
Adjustment to agree to Fixed Asset Appraisal	(258,483)	
Fixed Asset Disposals	(225,790)	
Capital Outlays	891,860	103,100

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 activities.

Bond Proceeds	(6,215,000)	
Premiums, Costs of Issuance and Loss on Refundings	(170,000)	
Bonds Refunded	5,635,000	

Amortization of losses on early extinguishments of debt and premiums from refunded debt issuances are recorded when incurred in the governmental funds but are accrued and expensed over time in the statement of activities.

Current Year		2,576
--------------	--	-------

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.

495,000

Net Difference Accrued interest on bonds and capital leases is not recorded in fund financial statements

(43,723)

Decrease in accrual for compensated absences

2,243

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

22,016

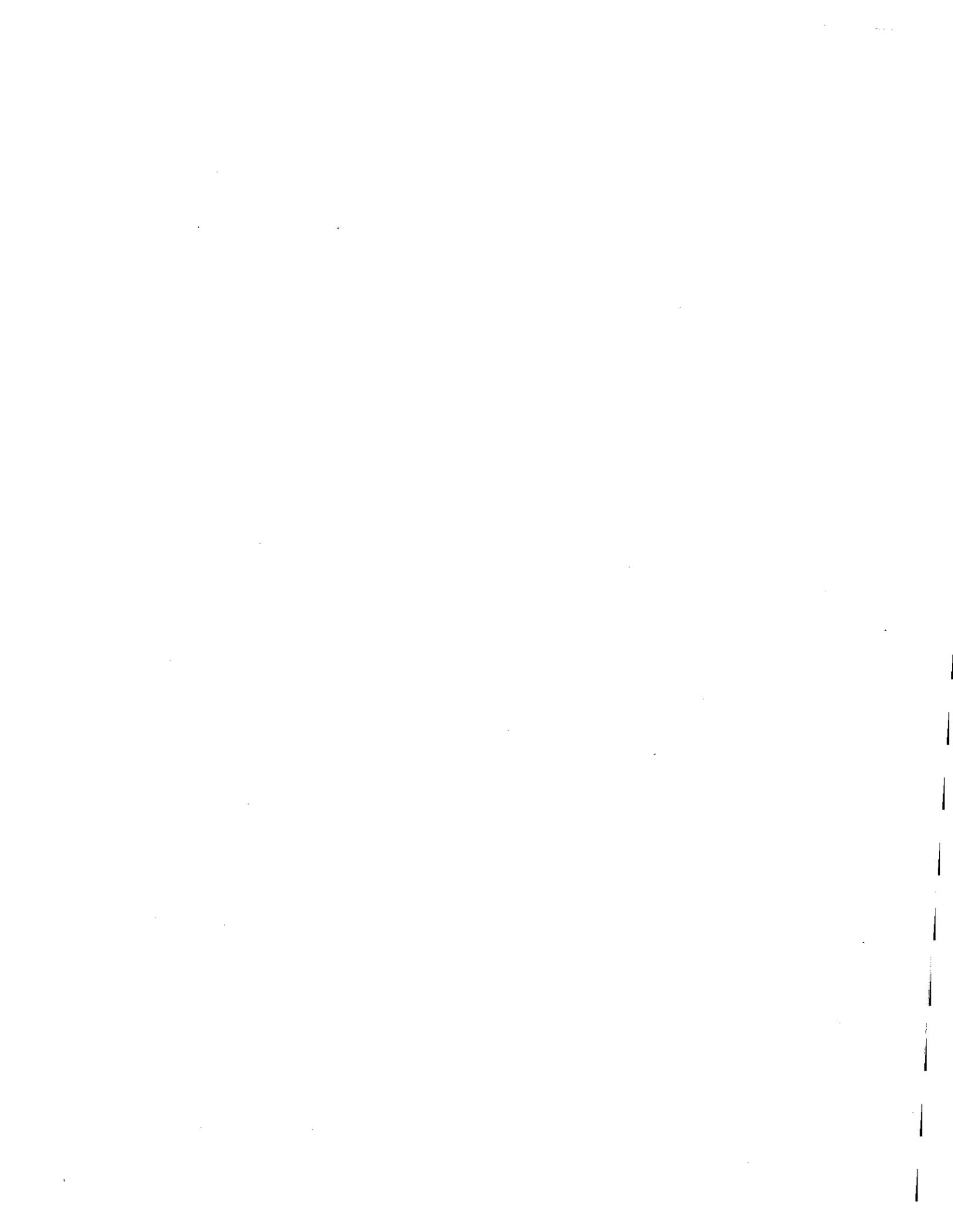
Change in Net Assets of Governmental Activities

\$155,848

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



## Proprietary Funds



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**PROPRIETARY FUNDS**  
**STATEMENT OF NET ASSETS**  
**AS OF JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

ASSETS	BUSINESS-TYPE ACTIVITIES -		TOTALS
	ENTERPRISE FUNDS	JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Current Assets:			
Cash & Cash Equivalents	\$94,184	94,184	85,933
Accounts Receivable:			
State	264	264	366
Federal	10,972	10,972	13,735
Interfund Receivables	27,104	27,104	29,789
Inventories	4,670	4,670	4,668
Total Current Assets	137,194	137,194	134,491
Noncurrent Assets:			
Furniture, Machinery & Equipment	170,400	170,400	59,427
Less: Accumulated Depreciation	(121,447)	(121,447)	(25,466)
Total Noncurrent Assets	48,953	48,953	33,961
Total Assets	186,147	186,147	168,452
NET ASSETS			
Investment in Capital Assets, Net of Related Debt	48,953	48,953	33,961
Unrestricted	137,194	137,194	134,491
Total Net Assets	\$186,147	186,147	168,452

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**PROPRIETARY FUNDS**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN FUND NET ASSETS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

	BUSINESS-TYPE ACTIVITIES -	TOTALS	
	ENTERPRISE FUNDS	(MEMORANDUM ONLY)	
	FOOD SERVICE	JUNE 30, 2012	JUNE 30, 2011
Operating Revenues:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$103,230	103,230	113,338
Daily Sales - Nonreimbursable Programs	85,457	85,457	89,650
Special Functions	497	497	556
Miscellaneous	2,234	2,234	1,167
<b>Total Operating Revenue</b>	<b>191,418</b>	<b>191,418</b>	<b>204,711</b>
Operating Expenses:			
Cost of Sales	226,468	226,468	222,408
Salaries & Benefits	151,930	151,930	147,681
Employee Benefits	47,081	47,081	44,218
Other Purchased Professional Services	22,440	22,440	22,000
Cleaning, Repair & Maintenance Services	6,689	6,689	3,510
Insurance	6,989	6,989	6,793
General Supplies	15,898	15,898	1,902
Miscellaneous	4,387	4,387	2,112
Depreciation	11,000	11,000	5,943
<b>Total Operating Expenses</b>	<b>492,882</b>	<b>492,882</b>	<b>456,567</b>
<b>Operating Income/(Loss )</b>	<b>(301,464)</b>	<b>(301,464)</b>	<b>(251,856)</b>
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	6,224	6,224	6,213
Federal Sources:			
National School Lunch Program	224,377	224,377	220,915
Regular School Breakfast Program	25,910	25,910	21,241
Special Milk Program	792	792	260
Food Distribution Program	35,732	35,732	24,694
Gain on Fixed Asset Appraisal	25,992	25,992	
Interest & Investment Revenue	132	132	773
<b>Total Nonoperating Revenues/(Expenses)</b>	<b>319,159</b>	<b>319,159</b>	<b>274,096</b>
<b>Net Income/(Loss)</b>	<b>17,695</b>	<b>17,695</b>	<b>22,240</b>
<b>Total Net Assets - Beginning</b>	<b>168,452</b>	<b>168,452</b>	<b>146,212</b>
<b>Total Net Assets - Ending</b>	<b>\$186,147</b>	<b>186,147</b>	<b>168,452</b>

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
 (With Comparative Totals for June 30, 2011)**

	BUSINESS-TYPE ACTIVITIES -		TOTALS
	ENTERPRISE FUNDS FOOD SERVICE	JUNE 30, 2012	(MEMORANDUM ONLY) JUNE 30, 2011
Cash Flows From Operating Activities:			
Receipts from Customers	\$194,103	194,103	202,988
Payments to Employees	(151,930)	(151,930)	
Payments for Employee Benefits	(47,081)	(47,081)	
Payments to Suppliers	(282,873)	(282,873)	(451,300)
Net Cash Provided by/(Used) by Operating Activities	(287,781)	(287,781)	(248,312)
Cash Flows From Noncapital Financing Activities:			
State Sources	6,326	6,326	6,213
Federal Sources	289,574	289,574	267,110
Net Cash Provided by/(Used) by Noncapital Financing Activities	295,900	295,900	273,323
Cash Flows From Investing Activities:			
Interest & Dividends	132	132	773
Net Cash Provided by/(Used) by Investing Activities	132	132	773
Net Increase/(Decrease) in Cash & Cash Equivalents	8,251	8,251	25,784
Balances - Beginning of Year	85,933	85,933	60,149
Balances - End of Year	\$94,184	94,184	85,933

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	(\$301,464)	(301,464)	(251,856)
Adjustments to Reconcile Operating Income/Loss to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	11,000	11,000	5,943
(Increase)/Decrease in Accounts Receivable, Net	2,685	2,685	(2,002)
(Increase)/Decrease in Inventories	(2)	(2)	(397)
Total Adjustments	13,683	13,683	3,544
Net Cash Provided/(Used) by Operating Activities	(\$287,781)	(287,781)	(248,312)

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



Fiduciary Fund



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**FIDUCIARY FUNDS**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

ASSETS	PRIVATE PUPOSE			TOTALS	
	SCHOLARSHIP FUND	UNEMPLOYMENT		JUNE 30, 2012	(MEMORANDUM ONLY)
		COMPENSATION TRUST	AGENCY FUNDS		JUNE 30, 2011
Cash & Cash Equivalents	\$113,432	194,065	161,289	468,786	468,882
Interfund Receivable	1,810			1,810	25
<b>Total Assets</b>	<b>115,242</b>	<b>194,065</b>	<b>161,289</b>	<b>470,596</b>	<b>468,907</b>
<b>LIABILITIES</b>					
Due to Student Groups			97,550	97,550	98,885
Payroll Deductions & Withholdings			61,929	61,929	123,450
Interfund Payable			1,810	1,810	25
<b>Total Liabilities</b>			<b>161,289</b>	<b>161,289</b>	<b>222,360</b>
<b>NET ASSETS</b>					
Reserve for Unemployment Compensation		194,065		194,065	180,575
Reserved for Scholarships	115,242			115,242	65,972
<b>Total Net Assets</b>	<b>\$115,242</b>	<b>194,065</b>	<b>-</b>	<b>309,307</b>	<b>246,547</b>

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ADDITIONS	PRIVATE PUPOSE		TOTALS	
	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST	JUNE 30, 2012	JUNE 30, 2011 (MEMORANDUM ONLY)
Contributions:				
Plan Members		17,823	17,823	18,042
Other	\$52,518		52,518	16,948
Total Contributions	52,518	17,823	70,341	34,990
Investment Earnings:				
Interest	\$77	283	360	2,486
Net Investment Earnings	77	283	360	2,486
Total Additions	52,595	18,106	70,701	37,476
DEDUCTIONS				
Unemployment Claims		4,616	4,616	23,638
Scholarships Awarded	3,350		3,350	1,950
Total Deductions	3,350	4,616	7,966	25,588
Change in Net Assets	49,245	13,490	62,735	11,888
Net Assets - Beginning of the Year	65,997	180,575	246,572	234,684
Net Assets - End of the Year	\$115,242	194,065	309,307	246,572

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

**RIVERSIDE TOWNSHIP  
BOARD OF EDUCATION**

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



## RIVERSIDE TOWNSHIP BOARD OF EDUCATION

### NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2012

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

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

The District has implemented these standards for the fiscal year-ending June 30, 2003, with the implementation of GASB Statement 34; the District has prepared required supplementary information titled *Management’s Discussion and Analysis*, which precedes the basic financial statements.

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

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

#### A. Reporting Entity:

The Riverside Township Board of Education is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of 5 members elected to three-year terms. These terms are staggered. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, as well as special education for handicapped youngsters. The Riverside Township Board of Education has an approximate enrollment at June 30, 2012 of 1,379 Students.

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

- ◆ the organization is legally separate (can sue or be sued in their own name)
- ◆ the District holds the corporate powers of the organization
- ◆ the District appoints a voting majority of the organization’s board

## RIVERSIDE TOWNSHIP BOARD OF EDUCATION

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

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

##### **A. Reporting Entity (continued):**

- ◆ the District is able to impose its will on the organization
- ◆ the organization has the potential to impose a financial benefit/burden on the District
- ◆ there is a fiscal dependency by the organization on the District

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

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

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

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

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

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

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

**District-Wide Financial Statements** – The governmental fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued):**

cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

**D. Fund Accounting:**

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

**Governmental Funds**

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

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

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

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

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

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

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

**Proprietary Fund**

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

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

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

**Proprietary Fund (continued):**

The District's Enterprise Fund is comprised of the Food Service Fund.

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

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

Food Service Fund:	
Equipment	15 Years
Light Trucks & Vehicle	7 Years
Heavy Trucks & Vehicle	7 Years

**Fiduciary Fund**

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

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

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

**E. Basis of Accounting:**

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

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

revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

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

In its accounting and financial reporting, the Riverside Township Board of Education follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The Riverside Township Board of Education's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

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

**F. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Effective January 17, 2012, P.L.2011 c.202 eliminated the annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

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

Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C.6A:23-1.2*. All budget amendments must be approved by School Board resolution.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

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

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

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

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/Inflows of Resources</b>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$21,024,259	\$1,231,133
Difference – Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	888,164	37,770
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	(911,731)	

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

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

	<b>General Fund</b>	<b>Special Revenue Fund</b>
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized	_____	_____
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$21,000,692</u>	<u>\$1,268,903</u>
<b>Uses/Outflows of Resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$20,817,327	\$1,231,133
Differences – budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	_____	_____
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds	<u>\$20,817,327</u>	<u>\$1,233,133</u>

**G. Encumbrances:**

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

Open encumbrances in the special revenue fund for which the Riverside Township Board of Education 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.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

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

**H. Cash & Cash Equivalents**

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

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

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

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

**I. Tuition Receivable/Payable**

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

The tuition rate adjustments for the years 2009-2010 and 2010-2011 have been established. According to the School District's records, these amounts of adjustments are immaterial to the financial statements.

**J. Inventories & Prepaid Expenses**

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

**J. Inventories & Prepaid Expenses (continued):**

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

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

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

**L. Fixed Assets:**

General fixed assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Fixed assets are defined by the District as assets, which have a cost in excess of \$500 at the date of acquisition and a useful life of one year or more. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed were valued by an independent appraisal company. General fixed assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

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

Machinery & Equipment	3 – 20 Years
Building & Building Improvements	7 – 60 Years

**M. Accrued Salaries and Wages**

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

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

**N. Compensated Absences**

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

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

**O. Deferred Revenue**

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

**P. Long-Term Obligations**

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

**Q. Fund Equity**

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

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

**R. Subsequent Events**

The District has evaluated subsequent events occurring after June 30, 2012 through August 28, 2012, which is the date the financial statements were available to be issued.

**Note 2. Cash and Cash Equivalents**

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

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

Type	Carrying Value
<b>Deposits:</b>	
Demand Deposits	<u>\$1,572,041</u>
Total Deposits	<u>\$1,572,041</u>

**The District's Cash and Cash Equivalents are Reported as Follows:**

Governmental Activities	\$1,009,071
Business-Type Activities	94,184
Fiduciary Funds	<u>468,786</u>
Total Cash and Cash Equivalents	<u>\$1,572,041</u>

**Custodial Credit Risk** – Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. The District does have a deposit policy for custodial credit risk. As of June 30, 2012, the District's bank balance of \$1,782,980 was insured or collateralized as follows:

Insured	\$ 365,156
Collateralized in the District's Name Under GUDPA (See Note 3)	<u>1,417,824</u>
Total	<u>\$1,782,980</u>

**New Jersey Cash Management Fund** - All investments in the fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investments existence, the Division has never suffered a default of principal or interest on any short term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council Regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. As of June 30, 2012, the District had \$29,201 on deposit with the New Jersey Cash Management Fund.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

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

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

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

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

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

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

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

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

Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

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

**Note 4. Capital Reserve Account**

A capital reserve account was established by the Riverside Township Board of Education by inclusion of \$220,000.00 in the 2000-01 budget for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Beginning Balance, July 1, 2011	\$27,385
Budgeted Withdrawal	(14,315)
Interest Earnings	<u>36</u>
Ending Balance, June 30, 2012	<u>\$13,106</u>

The June 30, 2012 LRFP balance of local support costs of uncompleted capital projects at June 30, 2012 is \$10,154,000. The withdrawals from the capital reserve were for use in a DOE approved facilities project, consistent with the District's Long Rang Facilities Plan.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

**Note 5. Transfers to Capital Outlay**

During the year ending June 30, 2012, the District transferred \$0 to the capital outlay accounts.

**Note 6. Capital Assets**

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

	<b>June 30, 2011</b>	<b>Additions</b>	<b>Deletions</b>	<b>*Adjustments</b>	<b>June 30, 2012</b>
Building & Building Improvements	\$14,704,267	\$848,876	\$(140,540)	\$(1,013,595)	\$14,399,008
Machinery & Equipment	<u>1,508,994</u>	<u>42,984</u>	<u>(85,250)</u>	<u>(301,217)</u>	<u>1,165,511</u>
Subtotal	16,213,261	891,860	(225,790)	(1,314,812)	15,564,519
Accumulated Depreciation	<u>(6,483,994)</u>	<u>(304,487)</u>	<u>225,790</u>	<u>830,539</u>	<u>(5,732,152)</u>
Total	<u>\$ 9,729,267</u>	<u>\$587,373</u>	<u>\$ -</u>	<u>\$ (484,273)</u>	<u>\$ 9,832,367</u>

\*Adjustments to agree to fixed asset appraisal completed during 2011-2012.

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

	<b>Balance as of June 30, 2011</b>	<b>Additions/ Adjustments</b>	<b>Balance as of June 30, 2012</b>
Machinery & Equipment	\$59,427	\$110,973	\$ 170,400
Less: Depreciation	<u>(25,466)</u>	<u>(95,981)</u>	<u>(121,447)</u>
Total	<u>\$33,961</u>	<u>\$ 14,992</u>	<u>\$ 48,953</u>

**Note 7. Long-Term Debt**

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

**Note 7. Long-Term Debt (continued):**

	<b>Balance 6/30/11</b>	<b>Accrued/ Issued</b>	<b>Retired/ Decreases</b>	<b>Balance 6/30/12</b>	<b>Due Within One Year</b>
Obligations Under					
Capital Leases	\$ 110,000		\$ (22,016)	\$ 87,984	\$ 20,813
Compensated Absences	410,695		(2,243)	408,452	
Bonds Payable	<u>6,843,000</u>	<u>\$6,215,000</u>	<u>(6,130,000)</u>	<u>6,928,000</u>	<u>570,000</u>
 Total	 <u>\$7,363,695</u>	 <u>\$6,215,000</u>	 <u>\$(6,154,259)</u>	 <u>\$7,424,436</u>	 <u>\$590,813</u>

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

**A. Bonds Payable:**

In May 2003, the Riverside Township Board of Education issued \$7,835,000 of General Obligation School Bonds for the construction of the new school. Payments are due each May 1<sup>st</sup> and November 1<sup>st</sup> commencing May 1, 2003. This issue has been refunded by the May 2012 issue below. One principal payment in May of 2013 remains outstanding as of June 30, 2012.

In July 2007, the Riverside Township Board of Education issued \$513,000 of General Obligation School Bonds for a new roof on the middle school and high school buildings. Payments are due each January 15th and July 15th commencing July 15, 2007.

In July 2011, the Riverside Township Board of Education issued \$750,000 of General Obligation School Bonds. Payments are due each February 1<sup>st</sup> and August 1<sup>st</sup> commencing August 1, 2012 at an interest rate of 3.30%.

In May 2012, the Riverside Township Board of Education refunded \$5,635,000 for the 2003 General Obligation School Bonds. Payments are due each May 1<sup>st</sup> and November 1<sup>st</sup> commencing November 1, 2012 at an interest rate of 2.00% to 4.00%.

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

<b>Fiscal Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2013	\$ 570,000	\$ 248,340	\$ 818,340
2014	613,000	213,998	826,998
2015	645,000	198,535	843,535
2016	560,000	182,165	742,165
2017	575,000	167,645	742,645
2018-2022	3,235,000	529,205	3,764,205
2023	<u>730,000</u>	<u>28,640</u>	<u>758,640</u>
Total	<u>\$6,928,000</u>	<u>\$1,568,528</u>	<u>\$8,496,528</u>

RIVERSIDE TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2012

**Note 7. Long-Term Debt (continued):**

**C. Obligations Under Capital Lease**

The District has issued \$110,000 for replacement, upgrades & repairs to the High School. All capital leases are for terms of five to seven year, with the exception of COP's which are for 10 years. The following is a schedule of the remaining future minimum lease payments at June 30, 2012:

Year	Amount
2012-2013	\$24,066
2013-2014	24,066
2014-2015	24,066
2015-2016	<u>24,067</u>
Total Minimum Lease Payments	96,265
Less: Amount Representing Interest	<u>(8,281)</u>
Present Value of Net Minimum Lease Payments	<u>\$87,984</u>

**Note 8. Pension Plans**

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

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

**Public Employees' Retirement System (PERS)** - The Public Employees' Retirement System (PERS) was established in January 1955 under the provisions of *N.J.S.A.43:15A* to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

**Note 8. Pension Plans (continued):**

employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**Vesting and Benefit Provisions** - The vesting and benefit provisions of PERS are set by *N.J.S.A.43:15A* and *43.3B* and *N.J.S.A.18A:6C* for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

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

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

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

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

**Note 8. Pension Plans (continued):**

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

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

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

**Contribution Requirements** – The contribution policy is set by *N.J.S.A.43:15A*, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and *N.J.S.A.18:66*, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5%, effective October 1, 2011, of employees’ annual compensation, as defined. The rate will increase over the next seven years to 7.5%. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a noncontributing employer of the TPAF.

**Three-Year Trend Information for PERS**

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/12	\$231,827	100%	\$ -0-
6/30/11	213,930	100%	-0-
6/30/10	154,740	100%	-0-

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

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/12	\$927,944	100%	\$ -0-
6/30/11	651,159	100%	-0-
6/30/10	611,653	100%	-0-

During the year ended June 30, 2012 the State of New Jersey contributed \$927,944 to the TPAF for normal post-retirement benefits on behalf of the District. Also in accordance with *N.J.S.A.18A:66-66* the State of New Jersey reimbursed the District \$718,402 for the year ended June 30, 2012 for the employer's

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**Note 8. Pension Plans (continued):**

share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the basic financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**Note 9. Post-Retirement Benefits**

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

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

**Note 10. Risk Management**

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

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

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**Note 10. Risk Management (continued):**

<b>Fiscal Year</b>	<b>District Contributions</b>	<b>Employee Contribution</b>	<b>Amount Reimbursed</b>	<b>Ending Balance</b>
2011-2012	\$ 283	\$17,823	\$ 4,616	\$194,065
2010-2011	1,911	18,042	23,638	180,575
2009-2010	101,305	12,628	5,534	184,260

**Note 11. GASB #54 Fund Balance Disclosures**

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Riverside Township Board of Education classifies governmental fund balances as follows:

- Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned – includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

**General Fund** – Of the \$1,222,718 General Fund fund balance at June 30, 2012, \$13,106 has been restricted for the capital reserve account; \$738,456 has been restricted for excess surplus designated for subsequent year's expenditures; \$335,454 has been restricted for the excess surplus; \$135,702 has been assigned to be designated for subsequent year expenditures; \$0 has been assigned for other purposes and \$0 is unassigned.

**Capital Projects Fund** - The Capital Projects Fund had a fund balance of \$124,531 at June 30, 2012.

**Debt Service Fund** – The Debt Service Fund had a fund balance of \$1,426 at June 30, 2012.

**Note 12. Litigation**

There is no pending litigation involving any material monetary amount.

**RIVERSIDE TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2011**

**Note 13. Interfund Receivables and Payables**

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

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
General Fund		\$27,104
Capital Projects Fund		1,423
Debt Service Fund	\$ 1,423	
Enterprise Fund	<u>27,104</u>	<u>          </u>
Total	<u>\$28,527</u>	<u>\$28,527</u>

The purpose of interfunds are short-term borrowings

**Note 14. Compensated Absences**

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for specified dollar amount per sick day accumulated and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2012 is \$408,452.

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

**RIVERSIDE TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS (continued):  
JUNE 30, 2011**

**Note 15. Calculation of Excess Surplus**

In accordance with *N.J.S.A.18A:7F-7*, as amended by P.L.2004, c.73 (SI701), the designation for Restricted Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey School Funding Reform Act of 2008 (SFRA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2012 is \$335,454.

**Note 16. Deferred Bond Issuance Costs**

In governmental funds, bond issuance, loss on early retirement of debt and bond premium loss on the refinancing costs and premiums on the bonds costs are recognized in the current period. For district-wide financial statements, debt issuance and refinancing costs are amortized over the life of the original issue or refunding issue, whichever is longer. The cost associated with the 2011/2012 Refunding Issues was \$76,141, the loss on the refunding was \$202,131 and premiums on the Bonds was \$448,272. Amortized costs for the 2011-2012 school year were \$1,154, \$3,062 and \$6,792 respectively.



**REQUIRED SUPPLEMENTARY INFORMATION – PART II**



### C. Budgetary Comparison Schedules



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
<b>Revenues:</b>										
<b>Local Sources:</b>										
Local Tax Levy	10-1210	\$6,624,728		6,624,728	6,624,728		6,494,831		6,494,831	6,494,831
Tuition	10-1320	1,749,150		1,749,150	1,751,835	2,685	1,980,712		1,980,712	1,808,741 (171,971)
Transportation Fees - Other LEA's	10-1420	30,000		30,000	43,095	13,095	45,000		45,000	43,318 (1,682)
Interest on Capital Reserve Funds	10-1511	600		600	36	(564)	600		600	1,513 913
Miscellaneous	10-1990	238,800		238,800	220,482	(18,318)	301,904		301,904	277,410 (24,494)
<b>Total Local Sources</b>		<b>8,643,278</b>		<b>8,643,278</b>	<b>8,640,176</b>	<b>(3,102)</b>	<b>8,823,047</b>		<b>8,823,047</b>	<b>8,625,813 (197,234)</b>
<b>State Sources:</b>										
Categorical Special Education Aid	10-3132	642,352		642,352	642,352		88,892	553,460	642,352	642,352
Equalization Aid	10-3176	9,399,850		9,399,850	9,605,388	205,538	9,747,772	(553,460)	9,194,312	9,194,312
Extraordinary Aid	10-3131				72,365	72,365				36,418 36,418
Other State Aid	10-3XXX				634	634				
<b>Nonbudgeted:</b>										
On-Behalf TPAF Pension Contributions					927,944	927,944				651,159 651,159
Reimbursed TPAF Social Security Contributions					718,402	718,402				709,595 709,595
<b>Total State Sources</b>		<b>10,042,202</b>		<b>10,042,202</b>	<b>11,967,085</b>	<b>1,924,883</b>	<b>9,836,664</b>		<b>9,836,664</b>	<b>11,233,836 1,397,172</b>
<b>Federal Sources:</b>										
Medicaid Aid Reimbursement	10-4200	37,638		37,638	45,707	8,069	30,169		30,169	33,729 3,560
Education Jobs Fund	18-4522	360,013	11,279	371,292	371,291	(1)				
<b>Total Federal Sources</b>		<b>397,651</b>	<b>11,279</b>	<b>408,930</b>	<b>416,998</b>	<b>8,068</b>	<b>30,169</b>		<b>30,169</b>	<b>33,729 3,560</b>
<b>Total Revenues</b>		<b>19,083,131</b>	<b>11,279</b>	<b>19,094,410</b>	<b>21,024,259</b>	<b>1,929,849</b>	<b>18,689,880</b>		<b>18,689,880</b>	<b>19,893,378 1,203,498</b>

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Expenditures:</b>											
<b>Current Expense:</b>											
<b>Instruction - Regular Programs:</b>											
<b>Salaries of Teachers:</b>											
Kindergarten	11-110-100-101	316,475	(22,101)	294,374	294,373	1	299,395	7,727	307,122	279,833	27,289
Grades 1 - 5	11-120-100-101	1,728,671	29,273	1,757,944	1,754,896	3,048	1,658,088	(7,727)	1,650,361	1,577,460	72,901
Grades 6 - 8	11-130-100-101	1,319,972	(12,200)	1,307,772	1,304,343	3,429	1,224,114	85,776	1,309,890	1,302,616	7,274
Grades 9-12	11-140-100-101	2,184,634	(55,950)	2,128,684	2,125,431	3,253	2,166,020	(37,366)	2,128,654	2,104,832	23,822
<b>Regular Programs - Home Instruction:</b>											
Salaries of Teachers	11-150-100-101	13,497	10,426	23,923	23,921	2	20,176	(233)	19,943	11,824	8,119
Purchased Professional/ Educational Services	11-150-100-320	1,500		1,500	1,046	454	1,500	233	1,733	1,732	1
<b>Regular Programs - Undistributed Instruction:</b>											
Purchased Professional/ Educational Services	11-190-100-320	190,060	32,834	222,894	222,234	660	196,700		196,700	173,806	22,894
Purchased Technical Services	11-190-100-340	9,600	(3,248)	6,352	3,521	2,831	9,600		9,600	4,660	4,940
General Supplies	11-190-100-610	219,956	(6,369)	213,587	200,095	13,492	180,589	300	180,889	165,730	15,159
Textbooks	11-190-100-640	37,315		37,315	20,659	16,656	34,447	(300)	34,147	28,292	5,855
<b>Total Regular Programs</b>		<b>6,021,680</b>	<b>(27,335)</b>	<b>5,994,345</b>	<b>5,950,519</b>	<b>43,826</b>	<b>5,790,629</b>	<b>48,410</b>	<b>5,839,039</b>	<b>5,650,785</b>	<b>188,254</b>
<b>Special Education:</b>											
<b>Resource Room/ Resource Center:</b>											
Salaries of Teachers	11-213-100-101	1,304,437	(80,254)	1,224,183	1,224,174	9	1,178,958	(3,707)	1,175,251	1,139,988	35,263
Other Salaries for Instruction	11-213-100-106	279,696	(16,000)	263,696	256,989	6,707	286,956	1,039	287,995	276,653	11,342
General Supplies	11-213-100-610	20,160		20,160	15,359	4,801	22,400	(780)	21,620	16,458	5,162
Textbooks	11-213-100-640	3,000		3,000	2,919	81	3,000	780	3,780	3,779	1
<b>Total Resource Room/Resource Center</b>		<b>1,607,293</b>	<b>(96,254)</b>	<b>1,511,039</b>	<b>1,499,441</b>	<b>11,598</b>	<b>1,491,314</b>	<b>(2,668)</b>	<b>1,488,646</b>	<b>1,436,878</b>	<b>51,768</b>

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Preschool Disabilities - Part-Time:</b>											
Salaries of Teachers	11-215-100-101	68,005		68,005	68,005		64,721	2,357	67,078	67,078	
Other Salaries for Instruction	11-215-100-106	29,321	100	29,421	29,419	2	28,228	2,260	30,488	29,957	531
General Supplies	11-215-100-610	1,374		1,374	1,351	23	1,305		1,305	1,290	15
<b>Total Preschool Disabilities - Part-Time</b>		<b>98,700</b>	<b>100</b>	<b>98,800</b>	<b>98,775</b>	<b>25</b>	<b>94,254</b>	<b>4,617</b>	<b>98,871</b>	<b>98,325</b>	<b>546</b>
<b>Home Instruction:</b>											
Salaries of Teachers	11-219-100-101	20,142	198	20,340	20,340		24,960	(5,172)	19,788	16,875	2,913
Purchased Professional/ Educational Services	11-219-100-320	7,125	(198)	6,927	2,353	4,574	7,500	5,172	12,672	12,668	4
<b>Total Home Instruction</b>		<b>27,267</b>		<b>27,267</b>	<b>22,693</b>	<b>4,574</b>	<b>32,460</b>		<b>32,460</b>	<b>29,543</b>	<b>2,917</b>
<b>Total Special Education</b>		<b>1,733,260</b>	<b>(96,154)</b>	<b>1,637,106</b>	<b>1,620,909</b>	<b>16,197</b>	<b>1,618,028</b>	<b>1,949</b>	<b>1,619,977</b>	<b>1,564,746</b>	<b>55,231</b>
<b>Basic Skills/Remedial:</b>											
Salaries of Teachers	11-230-100-101	137,103		137,103	137,103		101,443		101,443	96,495	4,948
General Supplies	11-230-100-610	15,118		15,118	12,317	2,801	17,612		17,612	12,493	5,119
<b>Total Basic Skills/Remedial</b>		<b>152,221</b>		<b>152,221</b>	<b>149,420</b>	<b>2,801</b>	<b>119,055</b>		<b>119,055</b>	<b>108,988</b>	<b>10,067</b>
<b>Bilingual Education - Instruction:</b>											
Salaries of Teachers	11-240-100-101	58,213	(15,000)	43,213	42,495	718	52,971	3,186	56,157	56,157	
General Supplies	11-240-100-610	300		300	100	200	300		300	99	201
Textbooks	11-240-100-640	500		500		500	1,100		1,100		1,100
<b>Total Bilingual Education - Instruction</b>		<b>59,013</b>	<b>(15,000)</b>	<b>44,013</b>	<b>42,595</b>	<b>1,418</b>	<b>54,371</b>	<b>3,186</b>	<b>57,557</b>	<b>56,256</b>	<b>1,301</b>
<b>School Sponsored Cocurricular Activities:</b>											
Salaries	11-401-100-100	94,550		94,550	93,420	1,130	97,477		97,477	91,723	5,754
Purchased Services	11-401-100-500	3,160		3,160	2,822	338	3,920		3,920	2,651	1,269
Supplies & Materials	11-401-100-600	1,710		1,710	834	876	2,900		2,900	910	1,990
Other Objects	11-401-100-800	11,496		11,496	8,900	2,596	7,885		7,885	7,601	284

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total School Sponsored Cocurricular Activities	110,916		110,916	105,976	4,940	112,182		112,182	102,885	9,297
School Sponsored Athletics:										
Salaries	292,188		292,188	285,871	6,317	281,169	(1,713)	279,456	279,455	1
Purchased Services	69,450		69,450	49,071	20,379	78,324	(27,705)	50,619	50,617	2
Supplies & Materials	55,241	10,595	65,836	54,786	11,050	35,652	31,272	66,924	55,921	11,003
Other Objects	9,650		9,650	8,049	1,601	9,200		9,200	8,616	584
Total School Sponsored Athletics	426,529	10,595	437,124	397,777	39,347	404,345	1,854	406,199	394,609	11,590
Other Instructional Programs:										
Salaries	159,775		159,775	148,986	10,789	160,000	(1,854)	158,146	146,731	11,415
Supplies & Materials	500		500	493	7	500		500	472	28
Total Other Instructional Programs	160,275		160,275	149,479	10,796	160,500	(1,854)	158,646	147,203	11,443
Before/After School Programs - Instruction:										
Salaries of Teachers	53,638	(3,220)	50,418	45,677	4,741					
Total Before/After School Programs - Instruction	53,638	(3,220)	50,418	45,677	4,741					
Summer School - Instruction:										
Salaries of Teachers	22,708	109	22,817	17,513	5,304	1,085		1,085		1,085
General Supplies	300	(109)	191		191	300		300		300
Total Summer School - Instruction	23,008		23,008	17,513	5,495	1,385		1,385		1,385
Community Services Programs/Operations:										
Purchased Services	150		150		150	150		150		150
Total Community Services Programs/Operations	150		150		150	150		150		150

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Total - Instruction	8,740,690	(131,114)	8,609,576	8,479,865	129,711	8,260,645	53,545	8,314,190	8,025,472	288,718	
Undistributed Expenditures:											
Instruction:											
Tuition to Other LEAs Within State - Regular	11-000-100-561	36,150	18,944	55,094	52,008	3,086	12,150	30,436	42,586	41,070	1,516
Tuition to Other LEAs Within State - Special	11-000-100-562	101,900	83,711	185,611	185,611		94,138	(9,076)	85,062	67,724	17,338
Tuition to County Vocational School District - Regular	11-000-100-563	117,000	506	117,506	117,506		75,000	7,500	82,500	82,500	
Tuition to CSSD & Regional Day Schools	11-000-100-565	915,126	347,926	1,263,052	1,263,051	1	600,889	271,219	872,108	872,108	
Tuition to Private Schools for the Handicapped Within the State	11-000-100-566	554,503	(211,273)	343,230	314,182	29,048	931,731	(365,079)	566,652	274,287	292,365
Tuition - State Facilities	11-000-100-568	17,699		17,699	17,699		28,982		28,982	28,982	
Total Instruction	1,742,378	239,814	1,982,192	1,950,057	32,135	1,742,890	(65,000)	1,677,890	1,366,671	311,219	
Health Services:											
Salaries	11-000-213-100	156,410		156,410	153,805	2,605	151,884	1,753	153,637	153,475	162
Purchased Professional & Technical Services	11-000-213-300	10,369		10,369	10,027	342	12,405	(1,500)	10,905	10,508	397
Other Purchased Services	11-000-213-500	117		117		117	130		130		130
Supplies and Materials	11-000-213-600	4,817		4,817	3,712	1,105	4,809	(253)	4,556	3,783	773
Total Health Services		171,713		171,713	167,544	4,169	169,228		169,228	167,766	1,462
Speech, OT, PT & Related Services:											
Salaries	11-000-216-100	160,844		160,844	160,844		159,144	2,130	161,274	161,274	
Purchased Professional/Educational Services	11-000-216-320	125,660	(5,222)	120,438	83,837	36,601	127,290	(5,630)	121,660	85,447	36,213
Supplies & Materials	11-000-216-600	200	324	524	524		200		200	198	2

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Total Speech, OT, PT & Related Services	286,704	(4,898)	281,806	245,205	36,601	286,634	(3,500)	283,134	246,919	36,215
Guidance:										
Salaries of Other Professional Staff	276,588	(2)	276,586	275,592	994	289,074	(4,058)	285,016	265,554	19,462
Salaries of Secretarial & Clerical Assistants	89,337	2	89,339	89,337	2	86,939	1,332	88,271	88,270	1
Purchased Professional/Educational Services	29,700	3,684	33,384	33,284	100	29,950		29,950	28,348	1,602
Purchased Professional & Technical Services	4,600	(2,286)	2,314		2,314	1,600		1,600	391	1,209
Other Purchased Services	100		100	100		350		350	135	215
Supplies & Materials	11,820	240	12,060	9,977	2,083	8,886	115	9,001	8,856	145
Other Objects	60		60		60	260		260	60	200
Total Guidance	412,205	1,638	413,843	408,290	5,553	417,059	(2,611)	414,448	391,614	22,834
Child Study Team:										
Salaries of Other Professional Staff	539,621	3,500	543,121	540,940	2,181	528,886	3,738	532,624	532,623	1
Salaries of Secretarial & Clerical Assistants	80,023		80,023	80,022	1	76,348	1,581	77,929	77,929	
Miscellaneous Purchased Services	9,100		9,100	7,939	1,161	7,946		7,946	6,554	1,392
Supplies & Materials	1,177		1,177	919	258	1,200		1,200	1,191	9
Other Objects	800		800		800	450		450		450
Total Child Study Team	630,721	3,500	634,221	629,820	4,401	614,830	5,319	620,149	618,297	1,852
Improvement of Instruction:										
Salaries of Other Professional Staff	3,088		3,088		3,088	4,200		4,200		4,200
Supplies & Materials	200		200	164	36	400		400	14	386
Total Improvement of Instruction	3,288		3,288	164	3,124	4,600		4,600	14	4,586

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Educational Media Services/School Library:											
Salaries	11-000-222-100	110,713	220	110,933	110,933		109,520	907	110,427	110,427	
Salaries of Technology Coordinators	11-000-222-177						71,000	(23,437)	47,563	47,563	
Purchased Professional & Technical Services											
Services	11-000-222-300	9,000	(220)	8,780	264	8,516	9,000	(330)	8,670	8,656	14
Supplies & Materials	11-000-222-600	18,865		18,865	17,694	1,171	20,083	(115)	19,968	19,446	522
<b>Total Educational Media Services/School Library</b>		<b>138,578</b>		<b>138,578</b>	<b>128,891</b>	<b>9,687</b>	<b>209,603</b>	<b>(22,975)</b>	<b>186,628</b>	<b>186,092</b>	<b>536</b>
Instructional Staff Training:											
Purchased Professional Educational Services											
Services	11-000-223-320	5,100	(200)	4,900	2,021	2,879	500		500	290	210
Other Purchased Services	11-000-223-500	400	200	600	474	126	100		100	81	19
<b>Total Instructional Staff Training</b>		<b>5,500</b>		<b>5,500</b>	<b>2,495</b>	<b>3,005</b>	<b>600</b>		<b>600</b>	<b>371</b>	<b>229</b>
Support Services - General Administration:											
Salaries	11-000-230-100	186,942	(17,619)	169,323	169,323		182,400	8,098	190,498	183,387	7,111
Legal Services	11-000-230-331	25,000	24,095	49,095	49,094	1	25,000	11,354	36,354	29,168	7,186
Audit Fees	11-000-230-332	15,500		15,500	15,500		15,500		15,500	15,500	
Architectural/Engineering Services	11-000-230-334	14,400	31,449	45,849	38,915	6,934	16,000	33,093	49,093	1,308	47,785
Other Purchased Professional Services	11-000-230-339	11,627	21,095	32,722	32,722		13,475		13,475	8,635	4,840
Communications/Telephone	11-000-230-530	66,700	(11,124)	55,576	31,611	23,965	68,600		68,600	34,312	34,288
BOE Other Purchased Services	11-000-230-585	6,300		6,300	2,579	3,721	7,000	(6,000)	1,000	785	215
Miscellaneous Purchased Services	11-000-230-590	74,733	(5,000)	69,733	60,297	9,436	82,235	(4,045)	78,190	66,041	12,149
General Supplies	11-000-230-610	19,294	(2,000)	17,294	13,878	3,416	20,860		20,860	13,360	7,500
Miscellaneous Expenditures	11-000-230-890	3,850	(732)	3,118	1,045	2,073	7,235		7,235	3,346	3,889
BOE Membership Dues & Fees	11-000-230-895	9,500	732	10,232	9,633	599	10,020		10,020	8,946	1,074
<b>Total Support Services General Administration</b>		<b>433,846</b>	<b>40,896</b>	<b>474,742</b>	<b>424,597</b>	<b>50,145</b>	<b>448,325</b>	<b>42,500</b>	<b>490,825</b>	<b>364,788</b>	<b>126,037</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Support Services - School Administration:</b>											
Salaries of Principals & Assistant											
Principal	11-000-240-103	593,298	57,000	650,298	593,298	57,000	570,990	29,872	600,862	582,087	18,775
Salaries of Secretarial & Clerical											
Assistants	11-000-240-105	278,254		278,254	276,724	1,530	266,087	7,457	273,544	273,536	8
Purchased Professional & Technical											
Services	11-000-240-300	12,670		12,670	11,838	832	13,015		13,015	11,808	1,207
Other Purchased Services	11-000-240-500	640		640	376	264	950		950	316	634
Supplies and Materials	11-000-240-600	13,765	(240)	13,525	9,301	4,224	13,888		13,888	10,111	3,777
Other Objects	11-000-240-800	10,178		10,178	7,872	2,306	8,655	300	8,955	7,660	1,295
<b>Total Support Services School Administration</b>		<b>908,805</b>	<b>56,760</b>	<b>965,565</b>	<b>899,409</b>	<b>66,156</b>	<b>873,585</b>	<b>37,629</b>	<b>911,214</b>	<b>885,518</b>	<b>25,696</b>
<b>Support Services - Central Services:</b>											
Salaries	11-000-251-100	214,099	31,000	245,099	212,605	32,494	208,045	5,209	213,254	212,184	1,070
Purchased Professional Services	11-000-251-320	900		900	850	50	1,000		1,000	850	150
Purchased Technical Services	11-000-251-340	16,080		16,080	16,030	50	15,805		15,805	15,805	
Miscellaneous Purchased Services	11-000-251-592	9,612		9,612	5,712	3,900	10,680	(223)	10,457	6,760	3,697
Supplies and Materials	11-000-251-600	6,161		6,161	2,880	3,281	7,245	(2,486)	4,759	4,613	146
Interest on Lease Purchase Agreements	11-000-251-832	4,068		4,068	4,068						
Miscellaneous Expenditures	11-000-240-890	2,330		2,330	1,894	436	2,330	(1)	2,329	1,774	555
<b>Total Support Services Central Services</b>		<b>253,250</b>	<b>31,000</b>	<b>284,250</b>	<b>244,039</b>	<b>40,211</b>	<b>245,105</b>	<b>2,499</b>	<b>247,604</b>	<b>241,986</b>	<b>5,618</b>
<b>Administrative Information Technology:</b>											
Salaries	11-000-252-100	72,686		72,686	72,685	1		23,768	23,768	23,767	1
Purchased Professional Services	11-000-252-330	12,400	(971)	11,429	10,400	1,029	12,400		12,400	12,400	
Purchased Technical Services	11-000-252-340	7,650		7,650	7,230	420					
Supplies and Materials	11-000-252-600	10,369	971	11,340	11,340						
<b>Total Administrative Information Technology</b>		<b>103,105</b>		<b>103,105</b>	<b>101,655</b>	<b>1,450</b>	<b>12,400</b>	<b>23,768</b>	<b>36,168</b>	<b>36,167</b>	<b>1</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Required Maintenance for School Facilities:											
Cleaning, Repair & Maintenance											
Services	11-000-261-420	101,100	25,125	126,225	126,095	130	101,100	7,606	108,706	108,705	1
General Supplies	11-000-261-610	40,000	(5,000)	35,000	29,789	5,211	42,300	(1,986)	40,314	36,251	4,063
Total Required Maintenance for School Facilities		141,100	20,125	161,225	155,884	5,341	143,400	5,620	149,020	144,956	4,064
Custodial Services:											
Salaries	11-000-262-100	824,276	(6,499)	817,777	793,309	24,468	808,625	1,755	810,380	778,055	32,325
Salaries of Noninstructional Aides	11-000-262-107	61,081	(1)	61,080	52,397	8,683	64,231	(1,755)	62,476	54,202	8,274
Cleaning, Repair & Maintenance											
Services	11-000-262-420	96,325	(6,800)	89,525	63,133	26,392	85,275	(5,620)	79,655	64,767	14,888
Other Purchased Property Services	11-000-262-490	30,000		30,000	24,911	5,089	40,000		40,000	25,419	14,581
Insurance	11-000-262-520	91,504		91,504	91,504		106,141		106,141	106,141	
General Supplies	11-000-262-610	74,085	(6,825)	67,260	55,324	11,936	83,085	9,804	92,889	62,218	30,671
Energy (Natural Gas)	11-000-262-621	180,000	(109,720)	70,280	63,366	6,914	180,000		180,000	85,718	94,282
Energy (Electricity)	11-000-262-622	400,000	(102,979)	297,021	293,658	3,363	400,000		400,000	306,824	93,176
Other Objects	11-000-262-800	513		513	310	203	570		570	310	260
Total Custodial Services		1,757,784	(232,824)	1,524,960	1,437,912	87,048	1,767,927	4,184	1,772,111	1,483,654	288,457
Care & Upkeep of Grounds:											
Cleaning, Repair & Maintenance											
Services	11-000-263-420	7,500		7,500	4,636	2,864	6,000		6,000	4,730	1,270
General Supplies	11-000-263-610	13,410		13,410	8,961	4,449	14,900		14,900	10,049	4,851
Total Care & Upkeep of Grounds		20,910		20,910	13,597	7,313	20,900		20,900	14,779	6,121
Security:											
Purchased Professional & Technical											
Services	11-000-266-300	36,000		36,000	36,000						

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Total Security	36,000		36,000	36,000							
Student Transportation Services:											
Salaries of Noninstructional Aides 11-000-270-107	31,194	(267)	30,927	29,500	1,427	30,726		30,726	23,216	7,510	
Salaries for Pupil Transportation - (Between Home & School) Regular 11-000-270-160	13,155	886	14,041	14,041		13,180		13,180	12,952	228	
Salaries for Pupil Transportation - (Between Home & School) Special Education 11-000-270-161	65,297	388	65,685	65,684	1	86,467		86,467	62,712	23,755	
Salaries for Pupil Transportation - (Other Than Between Home & School) 11-000-270-162	36,540	(5,593)	30,947	30,855	92	42,557		42,557	31,285	11,272	
Other Purchased Professional & Technical Services 11-000-270-390	3,600	(3,339)	261	261		4,000		4,000	414	3,586	
Cleaning, Repair & Maintenance Services 11-000-270-420	27,000	(3,217)	23,783	23,411	372	30,000		30,000	18,885	11,115	
Contracted Services - (Other Than Between Home & School) Vendors 11-000-270-512	50,000	28,150	78,150	78,131	19		43,414	43,414	42,717	697	
Contracted Services - (Between Home & School) Joint Agreements 11-000-270-513	5,000	(2,000)	3,000	2,954	46	10,000	(7,400)	2,600	2,507	93	
Contracted Services (Special Education Students) - Joint Agreements 11-000-270-515	50,000	3,136	53,136	33,657	19,479	80,000	(17,589)	62,411	61,673	738	
Contracted Services (Special Education Students) - ESCs & CTASAs 11-000-270-518	15,000	51,551	66,551	66,551		10,000	5,575	15,575	12,707	2,868	
Miscellaneous Purchased Services - Transportation 11-000-270-593	15,054		15,054	15,054		17,323		17,323	17,323		
Transportation Supplies 11-000-270-615	73,100	(19,617)	53,483	53,482	1	73,600	(24,000)	49,600	45,941	3,659	
Other Objects 11-000-270-800	1,665	25	1,690	1,689	1	1,850		1,850	716	1,134	
Total Student Transportation Services	386,605	50,103	436,708	415,270	21,438	399,703		399,703	333,048	66,655	

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE)	JUNE 30, 2011				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
<b>Unallocated Benefits - Employee Benefits:</b>											
Social Security Contributions	11-000-291-220	219,764	19,207	238,971	238,970	1	230,000	(25,817)	204,183	202,347	1,836
Other Retirement Contributions PERS	11-000-291-241	240,000	(664)	239,336	231,827	7,509	183,000	30,930	213,930	213,930	
Other Retirement Contributions Regular	11-000-291-249	27,690	(4,168)	23,522	23,521	1		1,600	1,600	1,584	16
Unemployment Compensation	11-000-291-250	5,000		5,000		5,000	15,000		15,000		15,000
Workmen's Compensation	11-000-291-260	124,283		124,283	124,281	2	142,233		142,233	142,232	1
Health Benefits	11-000-291-270	2,879,050	(140,142)	2,738,908	2,569,736	169,172	2,785,791	(77,587)	2,708,204	2,609,657	98,547
Tuition Reimbursements	11-000-291-280	19,900	(11,729)	8,171	6,012	2,159	20,500	(300)	20,200	10,219	9,981
Other Employee Benefits	11-000-291-290	21,000	84,370	105,370	105,370		21,000		21,000	7,567	13,433
<b>Total Unallocated Benefits - Employee Benefits</b>		<b>3,536,687</b>	<b>(53,126)</b>	<b>3,483,561</b>	<b>3,299,717</b>	<b>183,844</b>	<b>3,397,524</b>	<b>(71,174)</b>	<b>3,326,350</b>	<b>3,187,536</b>	<b>138,814</b>
<b>Nonbudgeted:</b>											
On-Behalf TPAF Pension Contributions					927,944	(927,944)				651,159	(651,159)
Reimbursed TPAF Social Security Contributions					718,402	(718,402)				709,595	(709,595)
<b>Total Undistributed Expenditures</b>		<b>10,969,179</b>	<b>152,988</b>	<b>11,122,167</b>	<b>12,206,892</b>	<b>(1,084,725)</b>	<b>10,754,313</b>	<b>(43,741)</b>	<b>10,710,572</b>	<b>11,030,930</b>	<b>(320,358)</b>
<b>Total Expenditures - Current Expense</b>		<b>19,709,869</b>	<b>21,874</b>	<b>19,731,743</b>	<b>20,686,757</b>	<b>(955,014)</b>	<b>19,014,958</b>	<b>9,804</b>	<b>19,024,762</b>	<b>19,056,402</b>	<b>(31,640)</b>
<b>Capital Outlay:</b>											
<b>Undistributed Expenditures:</b>											
Administration Information Technology	12-000-252-730	7,500		7,500	7,472	28					
Custodial Services	12-000-262-730	20,000		20,000	18,920	1,080					
Interest Deposit to Capital Reserve	10-604	600		600		600	600		600		600
<b>Total Equipment</b>		<b>28,100</b>		<b>28,100</b>	<b>26,392</b>	<b>1,708</b>	<b>600</b>		<b>600</b>		<b>600</b>
<b>Facilities Acquisition &amp; Construction Services:</b>											
Construction Services	12-000-400-450							53,000	53,000	47,500	5,500
Land and Improvements	12-000-400-710	34,375		34,375	24,263	10,112					
Lease Purchase Agreements - Principal	12-000-400-721	22,016		22,016	22,016						
Other Objects	12-000-400-800	57,899		57,899	57,899		99,322		99,322	99,322	

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

ACCOUNT NUMBERS	JUNE 30, 2012				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Total Facilities Acquisition & Construction Services	114,290		114,290	104,178	10,112	99,322	53,000	152,322	146,822	5,500
Total Capital Outlay	142,390		142,390	130,570	11,820	99,922	53,000	152,922	146,822	6,100
Total Expenditures	19,852,259	21,874	19,874,133	20,817,327	(943,194)	19,114,880	62,804	19,177,684	19,203,224	(25,540)
Excess/(Deficiency) of Revenues Over Expenditures Before Other Financing Sources/(Uses)	(769,128)	(10,595)	(779,723)	206,932	986,655	(425,000)	(62,804)	(487,804)	690,154	1,177,958
Other Financing Sources/(Uses):										
Transfer from Capital Reserve to Capital Projects										
12-000-400-931		(14,315)	(14,315)	(14,315)					(150,023)	(150,023)
Total Other Financing Sources/(Uses)		(14,315)	(14,315)	(14,315)					(150,023)	(150,023)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/ (Uses)	(769,128)	(24,910)	(794,038)	192,617	986,655	(425,000)	(62,804)	(487,804)	540,131	1,027,935
Fund Balances, July 1	1,941,832		1,941,832	1,941,832		1,401,701		1,401,701	1,401,701	
Fund Balances, June 30	\$1,172,704	(24,910)	1,147,794	2,134,449	986,655	976,701	(62,804)	913,897	1,941,832	1,027,935

**RECAPITULATION OF FUND BALANCE:**

<b>Restricted Fund Balance:</b>	
Capital Reserve	\$13,106
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	738,456
Excess Surplus	335,454
<b>Assigned Fund Balance:</b>	
Designated for Subsequent Year's Expenditures	591,362
<b>Unassigned Fund Balance</b>	<u>456,071</u>
Subtotal	2,134,449
Reconciliation to Governmental Funds Statements (GAAP):	
Reconciliation of State Aid Payments For GAAP to Budgetary Basis and Other Adjustments	<u>(911,731)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$1,222,718</u>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
EDUCATION JOBS FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEARS ENDED JUNE 30, 2012**

REVENUES	ACCOUNT NUMBERS	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Federal Sources:						
Education Jobs Fund	18-4522	\$360,013	11,279	371,292	371,291	(1)
Total Revenues		360,013	11,279	371,292	371,291	(1)
<b>EXPENDITURES</b>						
Education Jobs Fund:						
Grades 1-5 - Salaries	18-120-100-101	103,142	11,922	115,064	115,064	
Resource Room/Resource Center Salaries	18-213-100-101	110,142		110,142	110,142	
Before/After School - Salaries	18-421-100-101	45,080	(3,220)	41,860	41,860	
Social Security Contributions	18-000-291-220	19,764	667	20,431	20,431	
Other Retirement Contributions - Regular	18-000-291-249	26,340	(4,832)	21,508	21,507	1
Other Employee Benefits	18-000-291-290	55,545	6,742	62,287	62,287	
Total Expenditures		360,013	11,279	371,292	371,291	1
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources/(Uses)		\$ -	-	-	-	-

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
JUNE 30, 2012**

	JUNE 30, 2012				VARIANCE POSITIVE/ NEGATIVE	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE)
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
<b>REVENUES</b>										
State Sources	\$566,553	7,017	573,570	461,449	(112,121)	454,814	1,453	456,267	449,250	7,017
Federal Sources	632,065	144,259	776,324	769,684	(6,640)	648,727	463,951	1,112,678	1,112,678	
<b>Total Revenues</b>	<b>1,198,618</b>	<b>151,276</b>	<b>1,349,894</b>	<b>1,231,133</b>	<b>(118,761)</b>	<b>1,103,541</b>	<b>465,404</b>	<b>1,568,945</b>	<b>1,561,928</b>	<b>7,017</b>
<b>EXPENDITURES:</b>										
Instruction:										
Salaries of Teachers	469,765	27,048	496,813	496,813		644,792	24,350	669,142	667,509	1,633
Other Salaries for Instruction	88,062		88,062	83,502	4,560	54,929	32,830	87,759	84,262	3,497
General Supplies	107,831	14,301	122,132	14,571	107,561	13,820	6,426	20,246	18,359	1,887
Purchased Professional & Technical Services	322	75,691	76,013	69,725	6,288		78,750	78,750	78,750	
Tuition to Other LEA's Within State - Regular	254,437	59,904	314,341	314,341		270,000	154,896	424,896	424,896	
<b>Total Instruction</b>	<b>920,417</b>	<b>176,944</b>	<b>1,097,361</b>	<b>978,952</b>	<b>118,409</b>	<b>983,541</b>	<b>297,252</b>	<b>1,280,793</b>	<b>1,273,776</b>	<b>7,017</b>
Support Services:										
Salaries of Other Professional Staff	71,744	(51,933)	19,811	19,811			13,385	13,385	13,385	
Personal Services - Employee Benefits	139,146	57,160	196,306	196,306		120,000	105,914	225,914	225,914	
Purchased Professional & Educational Services	67,311	(42,264)	25,047	24,695	352		34,308	34,308	34,308	
Supplies & Materials		11,369	11,369	11,369			14,545	14,545	14,545	
<b>Total Support Services</b>	<b>278,201</b>	<b>(25,668)</b>	<b>252,533</b>	<b>252,181</b>	<b>352</b>	<b>120,000</b>	<b>168,152</b>	<b>288,152</b>	<b>288,152</b>	
<b>Total Expenditures</b>	<b>1,198,618</b>	<b>151,276</b>	<b>1,349,894</b>	<b>1,231,133</b>	<b>118,761</b>	<b>1,103,541</b>	<b>465,404</b>	<b>1,568,945</b>	<b>1,561,928</b>	<b>7,017</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	-	-	-	-	-	-	-	-

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$21,024,259	1,231,133
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	888,164	37,770
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(911,731)	
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$21,000,692	1,268,903
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$20,817,327	1,231,133
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$20,817,327	1,231,133

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



**OTHER SUPPLEMENTARY INFORMATION**



**D. School Based Budget Schedules**

Not Applicable



E. Special Revenue Fund



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
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)**

	NO CHILD LEFT BEHIND				
	TITLE I				
	TITLE I PART-A	PART-A CARRYOVER	TITLE I ARRA	TITLE II PART-A	TITLE III
Revenues:					
State Sources					
Federal Sources	373,424	5,805	8,475	42,880	6,759
<b>Total Revenues</b>	<b>\$373,424</b>	<b>5,805</b>	<b>8,475</b>	<b>42,880</b>	<b>6,759</b>
Expenditures:					
Instruction:					
Salaries of Teachers	\$217,417		5,303	35,733	
Other Salaries for Instruction					
General Supplies		975			\$6,759
Purchased Professional & Technical Services	\$69,725				
Tuition to Other LEA's Within State-Regular					
<b>Total Instruction</b>	<b>287,142</b>	<b>975</b>	<b>5,303</b>	<b>35,733</b>	<b>6,759</b>
Support Services:					
Salaries of Other Professional Staff	19,811				
Personal Services - Employee Benefits	56,454		405	7,147	
Purchased Professional Educational Services	1,648	4,830	2,767		
Supplies & Materials	8,369				
<b>Total Support Services</b>	<b>86,282</b>	<b>4,830</b>	<b>3,172</b>	<b>7,147</b>	
<b>Total Expenditures</b>	<b>\$373,424</b>	<b>5,805</b>	<b>8,475</b>	<b>42,880</b>	<b>6,759</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
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)**

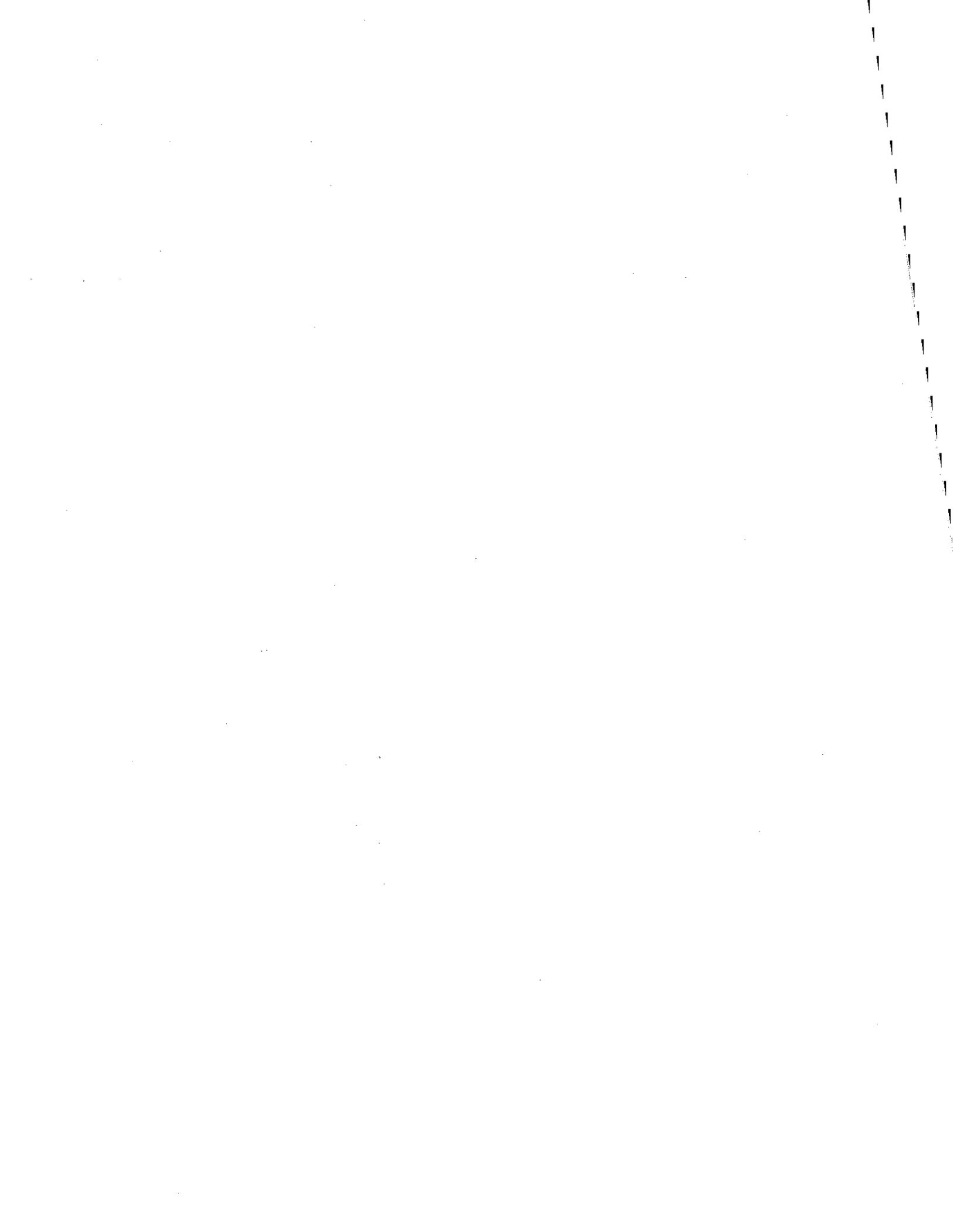
	I.D.E.A. PART B			2012	2011
	BASIC REGULAR PROGRAM	PRESCHOOL	PRESCHOOL EDUCATION AID		
<b>Revenues:</b>					
State Sources			461,449	461,449	449,250
Federal Sources	\$322,785	9,556		769,684	1,112,678
<b>Total Revenues</b>	<b>\$322,785</b>	<b>9,556</b>	<b>461,449</b>	<b>1,231,133</b>	<b>1,561,928</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Salaries of Teachers			238,360	496,813	667,509
Other Salaries for Instruction			83,502	83,502	84,262
General Supplies			6,837	14,571	18,359
Purchased Professional & Technical Services				69,725	78,750
Tuition to Other LEA's Within State-Regular	\$304,785	9,556		314,341	424,896
<b>Total Instruction</b>	<b>304,785</b>	<b>9,556</b>	<b>328,699</b>	<b>978,952</b>	<b>1,273,776</b>
<b>Support Services:</b>					
Salaries of Other Professional Staff				19,811	13,385
Personal Services - Employee Benefits			132,300	196,306	225,914
Purchased Professional Educational Services	15,000		450	24,695	34,308
Supplies & Materials	3,000			11,369	14,545
<b>Total Support Services</b>	<b>18,000</b>		<b>132,750</b>	<b>252,181</b>	<b>288,152</b>
<b>Total Expenditures</b>	<b>\$322,785</b>	<b>9,556</b>	<b>461,449</b>	<b>1,231,133</b>	<b>1,561,928</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID OF EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$238,360	238,360	
Other Salaries for Instruction	88,062	83,502	4,560
General Supplies	114,398	6,837	107,561
Total Instruction	<u>440,820</u>	<u>328,699</u>	<u>112,121</u>
Support Services:			
Personal Services - Employee Benefits	132,300	132,300	
Purchase of Professional Educational Services	450	450	
Total Support Services	<u>132,750</u>	<u>132,750</u>	
Total Expenditures	<u>\$573,570</u>	<u>461,449</u>	<u>112,121</u>

**CALCULATION OF BUDGET & CARRYOVER**

Total Revised 2011-2012 Preschool Education Aid Allocation	\$566,553
Add: Actual Preschool Education Aid Carryover (June 30, 2011)	7,017
Add: Local Source Revenue - Tuition and Prior Year Refunds	<u>          </u>
Total Preschool Education Aid Funds Available for 2011-2012 Budget	573,570
Less: 2011-2012 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(573,570)</u>
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2012	-
Add: June 30, 2012 Unexpended Preschool Education Aid Funds	<u>112,121</u>
2011-2012 Carryover - Preschool Education Aid Funds	<u>\$112,121</u>
2011-2012 Preschool Education Aid Funds Carryover Budgeted in 2012-2013	<u>\$108,037</u>



F. Capital Projects Fund



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

PROJECT TITLE/ISSUE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE		BOND PROCEEDS	TRANSFER FROM CAPITAL RESERVE	UNEXPENDED
			PRIOR YEARS	CURRENT YEAR			BALANCE JUNE 30, 2012
Riverside High School Replacement Windows & Doors Masonry Repairs & Gym Locker Room Upgrades	4/19/2011	\$781,250	774,295	14,315		14,315	6,955
Riverside High School Bleacher Project	7/14/2011	750,932		633,356	750,932		117,576
Total		\$1,532,182	774,295	647,671	750,932	14,315	124,531

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE-BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Revenues & Other Financing Sources:	
Transfer from Capital Reserve	\$14,315
Lease Proceeds	146
Bond Proceeds	<u>750,932</u>
 Total Revenues	 <u>765,393</u>
Expenditures & Other Financing Uses:	
Legal Services	6,312
Purchased Professional & Technical Services	28,387
Construction Services	612,040
Transfer to Debt Service	<u>1,078</u>
 Total Expenditures	 <u>647,817</u>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	117,576
Fund Balance - Beginning	<u>6,955</u>
 Fund Balance - Ending	 <u><u>\$124,531</u></u>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
EXTERIOR DOOR AND WINDOW REPLACEMENT, MASONRY REPAIR,  
GYM LOCKER ROOM UPGRADE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
<b>Revenues &amp; Other Financing Sources:</b>				
State Source - EFCA Grants	\$521,227		521,227	521,227
Lease Purchase Proceeds & Transfer	110,000	146	110,146	110,146
Transfer from Capital Reserve	150,023	14,315	164,338	164,338
<b>Total Revenues</b>	<b>781,250</b>	<b>14,461</b>	<b>795,711</b>	<b>795,711</b>
<b>Expenditures &amp; Other Financing Uses:</b>				
Legal Services	10,750		10,750	10,750
Purchased Professional & Technical Technical Services	68,856		68,856	68,856
Construction Services	694,689	14,315	709,004	709,004
Transfer to Debt Service		146	146	146
<b>Total Expenditures</b>	<b>774,295</b>	<b>14,461</b>	<b>788,756</b>	<b>788,756</b>
<b>Excess/(Deficiency) of Revenues Over/ (Under) Expenditures</b>	<b>\$6,955</b>	<b>-</b>	<b>6,955</b>	<b>6,955</b>

**ADDITIONAL PROJECT INFORMATION**

Project Number	4450-050-10-G0PG
Grant Date	4/19/2011
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$781,250
Additional Authorized Cost	\$14,461
Revised Authorized Cost	\$795,711
Percentage Increase Over Original Authorized Cost	1.85%
Percentage Completion	100%
Original Target Completion Date	6/30/11
Revised Target Completion Date	6/30/12

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
BLEACHER PROJECT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Bond Proceeds	\$ -	750,932	750,932	750,932
<b>Total Revenues</b>		<b>750,932</b>	<b>750,932</b>	<b>750,932</b>
Expenditures & Other Financing Uses:				
Legal Services		6,312	6,312	6,312
Purchased Professional & Technical				
Technical Services		28,387	28,387	28,387
Construction Services		597,725	597,725	597,725
Transfer to Debt Service		932	932	932
<b>Total Expenditures</b>		<b>633,356</b>	<b>633,356</b>	<b>633,356</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ -	117,576	117,576	117,576

**ADDITIONAL PROJECT INFORMATION**

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	7/14/11
Bonds Authorized	\$750,000
Bonds Issued	750,000
Original Authorized Cost	750,000
Additional Authorized Cost	
Revised Authorized Cost	750,000
Percentage Increase Over Original Authorized Cost	
Percentage Completion	84%
Original Target Completion Date	6/30/12
Revised Target Completion Date	12/31/12

## G. Proprietary Funds



## Enterprise Funds



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**ENTERPRISE FUND**  
**COMBINING SCHEDULE OF NET ASSETS**  
**AS OF JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS FOOD SERVICE	2012	2011
Current Assets:			
Cash & Cash Equivalents	\$94,184	94,184	85,933
Accounts Receivable:			
State	264	264	366
Federal	10,972	10,972	13,735
Interfund Receivables	27,104	27,104	29,789
Inventories	4,670	4,670	4,668
	<hr/>		
Total Current Assets	137,194	137,194	134,491
	<hr/>		
Noncurrent Assets:			
Furniture, Machinery & Equipment	170,400	170,400	59,427
Less: Accumulated Depreciation	(121,447)	(121,447)	(25,466)
	<hr/>		
Total Noncurrent Assets	48,953	48,953	33,961
	<hr/>		
Total Assets	186,147	186,147	168,452
	<hr/>		
NET ASSETS			
Investment in Capital Assets, Net of Related Debt Unrestricted	48,953	48,953	33,961
	<hr/>		
Total Net Assets	137,194	137,194	134,491
	<hr/>		
Total Net Assets	\$186,147	186,147	168,452
	<hr/> <hr/>		

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

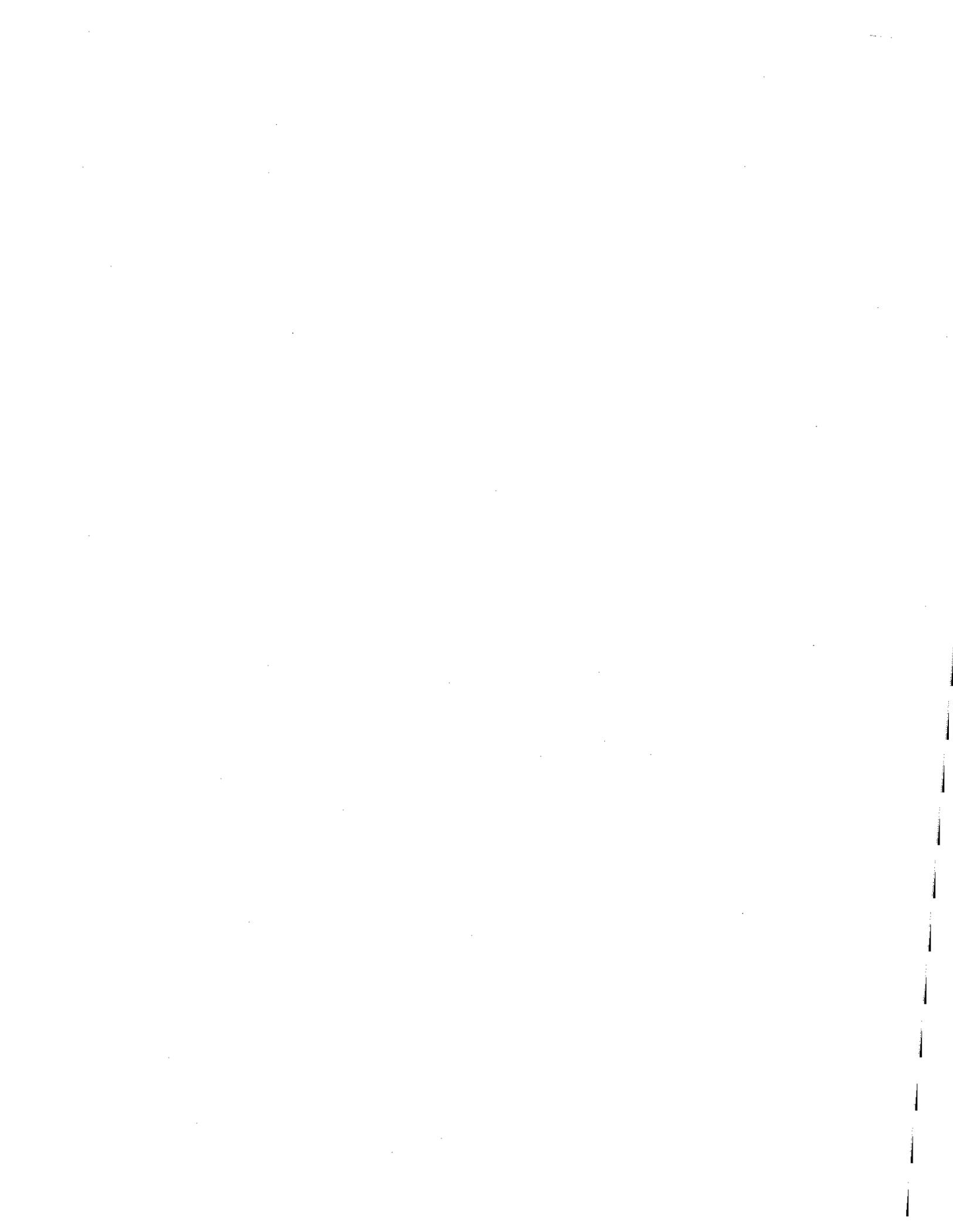
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2012	2011
Operating Revenues:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$103,230	103,230	113,338
Daily Sales - Nonreimbursable Programs	85,457	85,457	89,650
Special Functions	497	497	556
Miscellaneous	2,234	2,234	1,167
	<hr/>		
Total Operating Revenue	191,418	191,418	204,711
	<hr/>		
Operating Expenses:			
Cost of Sales	226,468	226,468	222,408
Salaries	151,930	151,930	147,681
Employee Benefits	47,081	47,081	44,218
Other Purchased Professional Services	22,440	22,440	22,000
Cleaning, Repair & Maintenance Services	6,689	6,689	3,510
Insurance	6,989	6,989	6,793
General Supplies	15,898	15,898	1,902
Miscellaneous	4,387	4,387	2,112
Depreciation	11,000	11,000	5,943
	<hr/>		
Total Operating Expenses	492,882	492,882	456,567
	<hr/>		
Operating Income/(Loss )	(301,464)	(301,464)	(251,856)
	<hr/>		
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	6,224	6,224	6,213
Federal Sources:			
National School Lunch Program	224,377	224,377	220,915
Regular School Breakfast Program	25,910	25,910	21,241
Special Milk Program	792	792	260
Food Distribution Program	35,732	35,732	24,694
Gain on Fixed Asset Appraisal	25,992	25,992	
Interest & Investment Revenue	132	132	773
	<hr/>		
Total Nonoperating Revenues/(Expenses)	319,159	319,159	274,096
	<hr/>		
Net Income/(Loss)	17,695	17,695	22,240
Total Net Assets - Beginning	168,452	168,452	146,212
	<hr/>		
Total Net Assets - Ending	\$186,147	186,147	168,452
	<hr/>		

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**ENTERPRISE FUND**  
**COMBINING SCHEDULE OF CASH FLOWS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2012**  
**(With Comparative Totals for June 30, 2011)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	2012	2011
Cash Flows From Operating Activities:			
Receipts from Customers	\$194,103	194,103	202,988
Payments to Employees	(\$151,930)	(151,930)	
Payments for Employee Benefits	(\$47,081)	(47,081)	
Payments to Suppliers	(282,873)	(282,873)	(451,300)
Net Cash Provided by/(Used) by Operating Activities	(287,781)	(287,781)	(248,312)
Cash Flows From Noncapital Financing Activities:			
State Sources	6,326	6,326	6,213
Federal Sources	289,574	289,574	267,110
Net Cash Provided by/(Used) by Noncapital Financing Activities	295,900	295,900	273,323
Cash Flows From Investing Activities:			
Interest & Dividends	132	132	773
Net Cash Provided by/(Used) by Investing Activities	132	132	773
Net Increase/(Decrease) in Cash & Cash Equivalents	8,251	8,251	25,784
Balances - Beginning of Year	85,933	85,933	60,149
Balances - End of Year	\$94,184	94,184	85,933

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	(\$301,464)	(301,464)	(251,856)
Adjustments to Reconcile Operating Income/Loss to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	11,000	11,000	5,943
(Increase)/Decrease in Accounts Receivable, Net	2,685	2,685	(2,002)
(Increase)/Decrease in Inventories	(2)	(2)	(397)
Total Adjustments	13,683	13,683	3,544
Net Cash Provided/(Used) by Operating Activities	(287,781)	(287,781)	(248,312)



Internal Service Fund

Not Applicable



## H. Fiduciary Fund



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ASSETS	PRIVATE PUPOSE				2012	2011
	UNEMPLOYMENT		AGENCY			
	SCHOLARSHIP FUND	COMPENSATION TRUST	STUDENT ACTIVITY	PAYROLL FUND		
Cash & Cash Equivalents	\$113,432	194,065	99,360	61,929	468,786	468,882
Interfund Receivable	1,810				1,810	25
<b>Total Assets</b>	<b>115,242</b>	<b>194,065</b>	<b>99,360</b>	<b>61,929</b>	<b>470,596</b>	<b>468,907</b>
<b>LIABILITIES</b>						
Due to Student Groups			97,550		97,550	98,885
Payroll Deductions & Withholdings				61,929	61,929	123,450
Interfund Payable			1,810		1,810	25
<b>Total Liabilities</b>			<b>99,360</b>	<b>61,929</b>	<b>161,289</b>	<b>222,360</b>
<b>NET ASSETS</b>						
Reserve for Unemployment Compensation		194,065			194,065	180,575
Reserved for Scholarships	115,242				115,242	65,972
<b>Total Net Assets</b>	<b>\$115,242</b>	<b>194,065</b>	<b>-</b>	<b>-</b>	<b>309,307</b>	<b>246,547</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2012  
(With Comparative Totals for June 30, 2011)**

ADDITIONS	PRIVATE PUPOSE		2012	2011
	SCHOLARSHIP FUND	UNEMPLOYMENT COMPENSATION TRUST		
Contributions:				
Plan Members		17,823	17,823	18,042
Other	\$52,518		52,518	16,948
Total Contributions	52,518	17,823	70,341	34,990
Investment Earnings:				
Interest	77	283	360	2,486
Net Investment Earnings	77	283	360	2,486
Total Additions	52,595	18,106	70,701	37,476
DEDUCTIONS				
Unemployment Claims		4,616	4,616	23,638
Scholarships Awarded	3,350		3,350	1,950
Total Deductions	3,350	4,616	7,966	25,588
Change in Net Assets	49,245	13,490	62,735	11,888
Net Assets - Beginning of the Year	65,997	180,575	246,572	234,684
Net Assets - End of the Year	\$115,242	194,065	309,307	246,572

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

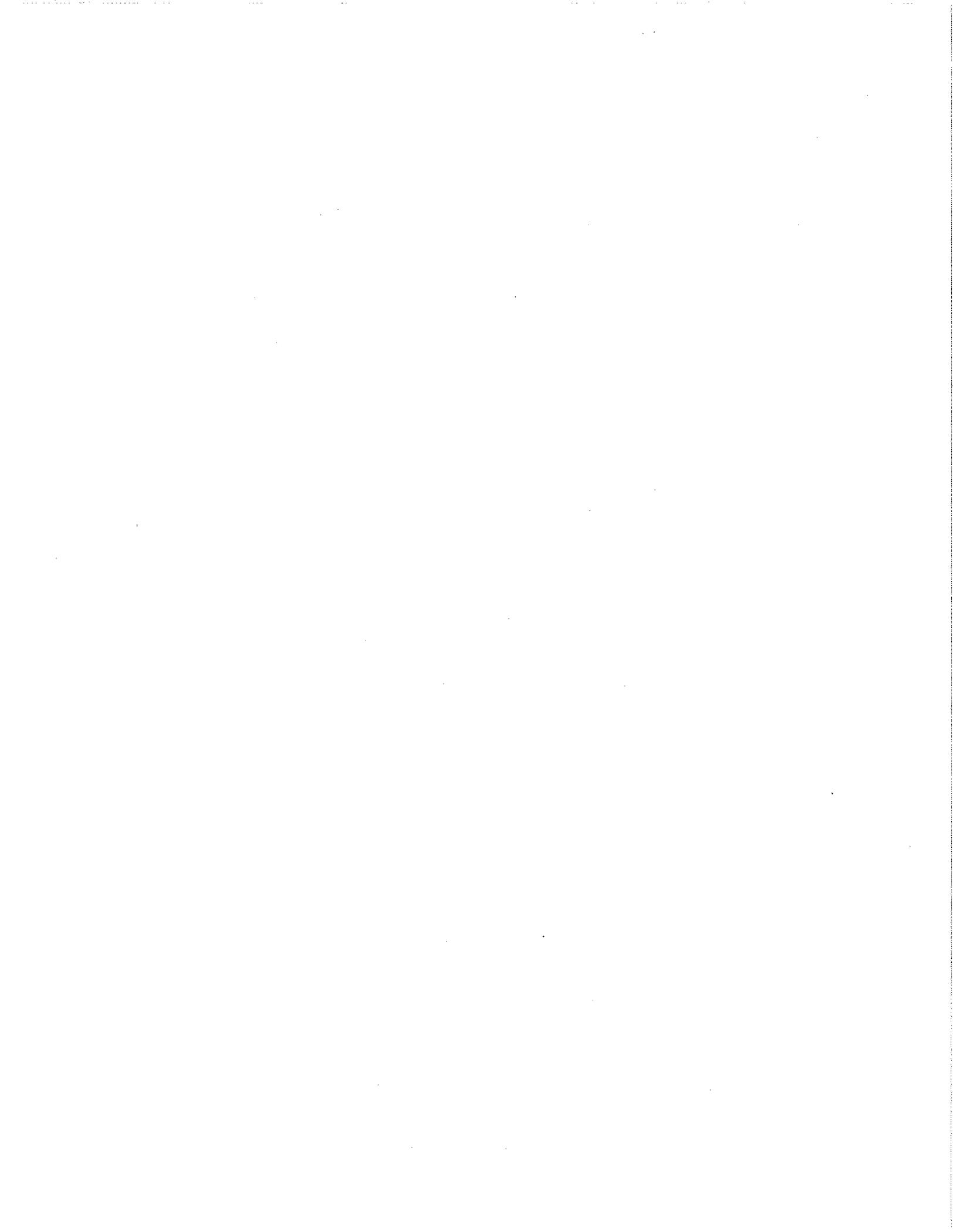
ASSETS	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
Cash & Cash Equivalents	\$98,860	306,382	305,882	99,360
Total Assets.	<u>\$98,860</u>	<u>306,382</u>	<u>305,882</u>	<u>99,360</u>
LIABILITIES				
Due to Student Groups	\$98,860	304,572	305,882	97,550
Due to Scholarship Fund		1,810		1,810
Total Liabilities	<u>\$98,860</u>	<u>306,382</u>	<u>305,882</u>	<u>99,360</u>

**PAYROLL AGENCY FUND  
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

ASSETS	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
Cash & Cash Equivalents	\$123,450	16,375,958	16,437,479	61,929
Total Assets.	<u>\$123,450</u>	<u>16,375,958</u>	<u>16,437,479</u>	<u>61,929</u>
LIABILITIES				
Payroll Deductions & Withholdings	\$123,450	8,372,792	8,434,313	61,929
Net Payroll		8,003,166	8,003,166	
Total Liabilities	<u>\$123,450</u>	<u>16,375,958</u>	<u>16,437,479</u>	<u>61,929</u>



## I. Long-Term Debt



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS PAYABLE  
JUNE 30, 2012**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2011	ISSUED	RETIRED	REFUNDED	AMOUNT OUTSTANDING JUNE 30, 2012
			DATE	AMOUNT						
School Demolition & New School Construction	05/01/2003	\$7,835,000	05/01/2013	\$445,000	3.500%	\$6,505,000		425,000	5,635,000	445,000
Reroofing Portion of Middle/High School	07/15/2007	513,000	07/15/2012	80,000	4.450%	338,000		70,000		268,000
			07/15/2013	88,000	4.450%					
			07/15/2014	100,000	4.450%					
Bleacher Project at High School	07/14/2011	750,000	02/01/2013	45,000	3.300%		750,000			750,000
			02/01/2014	60,000	3.300%					
			02/01/2015	65,000	3.300%					
			02/01/2016	65,000	3.300%					
			02/01/2017	65,000	3.300%					
			02/01/2018	70,000	3.300%					
			02/01/2019	70,000	3.300%					
			02/01/2020	75,000	3.300%					
			02/01/2021	75,000	3.300%					
			02/01/2022	80,000	3.300%					
			02/01/2023	80,000	3.300%					
Refunding Bond Issue 2012	05/01/2012	5,465,000	05/01/2014	465,000	2.000%		5,465,000			5,465,000
			05/01/2015	480,000	2.500%					
			05/01/2016	495,000	2.500%					
			05/01/2017	510,000	3.000%					
			05/01/2018	525,000	3.000%					
			05/01/2019	545,000	4.000%					
			05/01/2020	575,000	4.000%					
			05/01/2021	595,000	4.000%					
			05/01/2022	625,000	4.000%					
			05/01/2023	650,000	4.000%					
Total						\$6,843,000	6,215,000	495,000	5,635,000	6,928,000

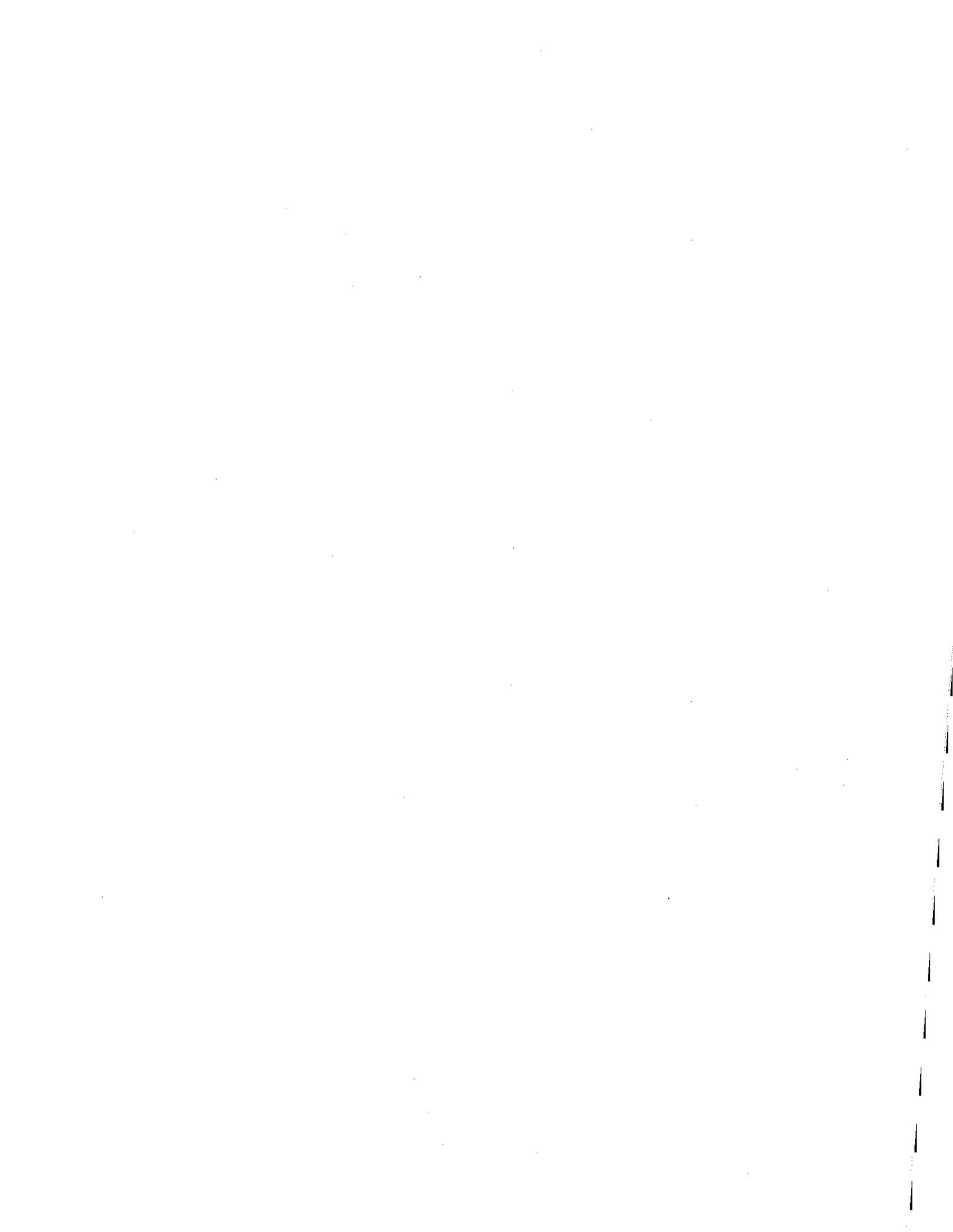
**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
JUNE 30, 2012**

DESCRIPTION	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2011	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2012
Riverside High School Capital Improvement Project	3.698%	\$110,000	\$110,000		22,016	87,984
Total			\$110,000	-	22,016	87,984

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR FISCAL YEARS ENDED JUNE 30, 2012 AND 2011**

	JUNE 30, 2012				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	JUNE 30, 2011				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:										
Local Sources:										
Local Tax Levy	\$710,279		710,279	710,279		713,831		713,831	713,831	
Miscellaneous				1	1					
State Sources:										
Debt Service Aid Type II	39,760		39,760	39,760		150,310		150,310	150,310	
Total Revenues	750,039		750,039	750,040	1	864,141		864,141	864,141	
Expenditures:										
Regular Debt Service:										
Agreements:										
Principal						725,000	(470,000)	255,000	255,000	
Interest						279,845	(277,719)	2,126	2,124	2
Redemption of Principal	495,000		495,000	495,000			475,000	475,000	475,000	
Interest on Bonds	255,878		255,878	255,878			272,719	272,719	272,719	
Total Regular Debt Service	750,878		750,878	750,878		1,004,845		1,004,845	1,004,843	2
Excess/(Deficiency) of Revenues Over (Under) Expenditures	(839)		(839)	(838)	1	(140,704)		(140,704)	(140,702)	2
Other Financing Sources/(Uses):										
Operating Transfers In:										
Interest Earned in Capital Projects Fund				1,078	1,078				345	345
Total Other Financing Sources/ (Uses)				1,078	1,078				345	345
Excess/(Deficiency) of Revenues Over (Under) Expenditures & Other Financing Sources	(839)		(839)	240	1,079	(140,704)		(140,704)	(140,357)	347
Fund Balance, July 1,	1,186		1,186	1,186		141,543		141,543	141,543	
Fund Balance, June 30	347	-	347	1,426	1,079	839	-	839	1,186	347

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**STATISTICAL SECTION (Unaudited)**



**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**NET ASSETS BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
*(Accrual Basis of Accounting)*

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Governmental Activities:</b>										
Invested in Capital Assets,										
Net of Related Debt	\$2,816,383	2,776,267	1,935,974	1,887,326	2,025,466	3,424,120	11,892,518	11,846,930	11,452,275	11,537,416
Restricted	1,304,952	1,553,705	1,166,309	2,321,526	1,178,282	1,026,078	955,423	971,184	1,772,936	1,513,714
Unrestricted	(575,876)	(940,361)	(1,045,406)	(1,210,495)	(290,514)	(366,652)	(377,419)	(434,483)	(376,150)	77,538
<b>Total Governmental Activities</b>										
Net Assets	\$3,545,459	3,389,611	2,056,877	2,998,357	2,913,234	4,083,546	12,470,522	12,383,631	12,849,061	13,128,668
<b>Business-Type Activities:</b>										
Invested in Capital Assets,										
Net of Related Debt	\$48,953	33,961	39,904	22,442	14,061	17,288	20,076	23,793	14,044	13,695
Unrestricted	137,194	134,491	106,308	109,424	101,473	105,557	85,055	72,630	88,933	86,410
<b>Total Business-Type Activities</b>										
Net Assets	\$186,147	168,452	146,212	131,866	115,534	122,845	105,131	96,423	102,977	100,105
<b>District-Wide:</b>										
Invested in Capital Assets,										
Net of Related Debt	\$2,865,336	2,810,228	1,975,878	1,909,768	2,039,527	3,441,408	11,912,594	11,870,723	11,466,319	11,551,111
Restricted	1,304,952	1,553,705	1,166,309	2,321,526	1,178,282	1,026,078	955,423	971,184	1,772,936	1,513,714
Unrestricted	(438,682)	(805,870)	(939,098)	(1,101,071)	(189,041)	(261,095)	(292,364)	(361,853)	(287,217)	163,948
<b>Total District Net Assets</b>	\$3,731,606	3,558,063	2,203,089	3,130,223	3,028,768	4,206,391	12,575,653	12,480,054	12,952,038	13,228,773

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$5,950,519	6,924,562	7,167,885	6,590,020	6,532,978	6,029,076	5,978,427	5,780,227	5,398,131	5,428,358
Special Education	2,599,861	1,564,745	1,676,617	1,636,228	1,288,747	1,025,424	983,868	828,147	676,149	724,426
Other Special Education	695,768	662,739	702,155	235,547	249,088	213,208	159,191	180,120	178,894	146,198
Other Instruction	212,669	147,203	214,471	657,437	580,387	526,946	487,445	468,734	436,847	347,847
Support Services:										
Tuition	1,950,057	1,366,671	1,642,175	1,216,659	1,020,293	1,449,406	1,432,688	1,457,576	1,171,014	1,266,858
Student & Instruction Related										
Services	1,582,409	1,899,224	1,853,325	1,741,478	1,891,678	1,790,265	1,778,645	1,644,998	1,562,929	1,596,670
School Administrative Services	1,151,590	364,787	411,669	879,466	705,304	689,035	661,378	651,607	777,171	548,518
General & Business Administrative										
Services	770,291	885,517	850,567	394,632	394,849	362,771	367,236	405,636	356,837	547,630
Administrative Information										
Technology		36,167	10,745	18,805	17,680	18,422	16,749	18,113		
Plant Operations & Maintenance	1,470,943	241,985	234,657	228,159	218,853	207,499	204,620	193,285		
Pupil Transportation	415,270	333,049	331,728	325,348	309,040	287,997	238,238	249,116	204,715	203,287
Employee Benefits	4,946,063	1,643,389	1,775,031	1,733,912	1,632,892	1,543,318	1,464,384	1,324,779	1,049,717	1,076,791
Other Support Services		4,548,293	4,941,479	4,336,615	4,619,445	4,695,734	3,857,758	3,449,535	3,267,623	2,740,936
Interest on Long-Term Debt	357,500	274,843	288,052	336,822	320,334	336,379	350,728	363,661	373,494	146,557
Reduction of Capital Leases	(22,016)									
Amortization of Debt Issuance Costs	(2,576)									
Unallocated Compensated Absences	(2,243)									
Unallocated Depreciation	304,487	738,921	809,470	852,379	1,821,080	8,957,935	240,111	138,621	433,923	273,050
Fixed Asset Disposals	225,790									
Loss on Adjustment to Fixed										
Asset Appraisal	258,483									
<b>Total Governmental Activities Expens</b>	<b>22,864,865</b>	<b>21,632,095</b>	<b>22,910,026</b>	<b>21,183,507</b>	<b>21,602,648</b>	<b>28,133,415</b>	<b>18,221,466</b>	<b>17,154,155</b>	<b>15,887,444</b>	<b>15,047,126</b>
Business-Type Activities:										
Food Service	492,882	456,567	454,876	435,918	428,229	399,445	401,913	372,240	347,720	311,423

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Total Business-Type Activities Expense	492,882	456,567	454,876	435,918	428,229	399,445	401,913	372,240	347,720	311,423
Total District Expenses	<u>\$23,357,747</u>	<u>22,088,662</u>	<u>23,364,902</u>	<u>21,619,425</u>	<u>22,030,877</u>	<u>28,532,860</u>	<u>18,623,379</u>	<u>17,526,395</u>	<u>16,235,164</u>	<u>15,358,549</u>
Program Revenues:										
Governmental Activities:										
Operating Grants & Contributions	\$1,231,133	1,570,644	1,111,328	988,684	1,841,088	1,852,683	2,018,524	1,973,600	1,810,821	1,979,687
Total Governmental Activities Program Revenues	<u>1,231,133</u>	<u>1,570,644</u>	<u>1,111,328</u>	<u>988,684</u>	<u>1,841,088</u>	<u>1,852,683</u>	<u>2,018,524</u>	<u>1,973,600</u>	<u>1,810,821</u>	<u>1,979,687</u>
Business-Type Activities:										
Charges for Services:										
Food Service	189,184	204,711	202,455	224,301	204,420	219,948	219,075	201,081	181,725	183,620
Operating Grants & Contributions	319,159	273,323	265,703	226,424	213,746	193,918	189,607	163,181	168,762	136,293
Total Business Type Activities Program Revenues	<u>508,343</u>	<u>478,034</u>	<u>468,158</u>	<u>450,725</u>	<u>418,166</u>	<u>413,866</u>	<u>408,682</u>	<u>364,262</u>	<u>350,487</u>	<u>319,913</u>
Total District Program Revenues	<u>\$1,739,476</u>	<u>2,048,678</u>	<u>1,579,486</u>	<u>1,439,409</u>	<u>2,259,254</u>	<u>2,266,549</u>	<u>2,427,206</u>	<u>2,337,862</u>	<u>2,161,308</u>	<u>2,299,600</u>
Net (Expense)/Revenue:										
Governmental Activities	(\$21,633,732)	(20,061,451)	(21,798,698)	(20,194,823)	(19,761,560)	(26,280,732)	(16,202,942)	(15,180,555)	(14,076,623)	(13,067,439)
Business-Type Activities	15,461	21,467	13,282	14,807	(10,063)	14,421	6,769	(7,978)	2,767	8,490
Total District-Wide Net Expense	<u>(\$21,618,271)</u>	<u>(20,039,984)</u>	<u>(21,785,416)</u>	<u>(20,180,016)</u>	<u>(19,771,623)</u>	<u>(26,266,311)</u>	<u>(16,196,173)</u>	<u>(15,188,533)</u>	<u>(14,073,856)</u>	<u>(13,058,949)</u>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Revenues & Other Changes in Net Assets:										
Governmental Activities:										
Taxes:										
Property Taxes, Levied for General Purposes, Net	\$6,624,728	6,494,831	6,542,351	6,734,700	6,720,955	6,462,457	5,953,062	4,655,807	4,147,607	3,800,790
Taxes Levied for Debt Service	710,279	713,831	647,465	565,145	518,526	492,042	386,863	355,796	361,301	253,972
Federal & State Aid Not Restricted	12,438,046	12,054,194	11,646,039	11,186,373	9,643,411	9,168,109	8,530,803	8,368,412	7,980,826	16,519,285
Transportation Fees from Other LEA's	43,095	43,318	49,696	61,622	49,418	50,259	40,830	38,873	57,950	
Tuition Received	1,751,835	1,808,742	1,699,230	1,402,397	1,371,225	1,463,500	1,192,105	954,345	1,045,380	953,367
Investment Earnings		19,474	38,456	41,577	71,516	79,442	59,846	95,037	73,510	48,991
Miscellaneous Income	221,597	259,795	233,981	224,648	216,197	177,947	126,344	146,755	130,542	175,026
Transfers								100,000		
Contracts Payable Cancelled				63,484						
Total Governmental Activities	<u>21,789,580</u>	<u>21,394,185</u>	<u>20,857,218</u>	<u>20,279,946</u>	<u>18,591,248</u>	<u>17,893,756</u>	<u>16,289,853</u>	<u>14,715,025</u>	<u>13,797,116</u>	<u>21,751,431</u>
Business-Type Activities:										
Miscellaneous Income	2,234									
Investment Earnings		773	1,064	1,525	2,752	3,293	1,939	1,424	105	120
Total Business-Type Activities	<u>2,234</u>	<u>773</u>	<u>1,064</u>	<u>1,525</u>	<u>2,752</u>	<u>3,293</u>	<u>1,939</u>	<u>1,424</u>	<u>105</u>	<u>120</u>
Total District-Wide	<u>\$21,791,814</u>	<u>21,394,958</u>	<u>20,858,282</u>	<u>20,281,471</u>	<u>18,594,000</u>	<u>17,897,049</u>	<u>16,291,792</u>	<u>14,716,449</u>	<u>13,797,221</u>	<u>21,751,551</u>
Change in Net Assets:										
Governmental Activities	\$155,848	1,332,734	(941,480)	85,123	(1,170,312)	(8,386,976)	86,911	(465,530)	(279,507)	8,683,992
Business-Type Activities	17,695	22,240	14,346	16,332	(7,311)	17,714	8,708	(6,554)	2,872	8,610
Total District	<u>\$173,543</u>	<u>1,354,974</u>	<u>(927,134)</u>	<u>101,455</u>	<u>(1,177,623)</u>	<u>(8,369,262)</u>	<u>95,619</u>	<u>(472,084)</u>	<u>(276,635)</u>	<u>8,692,602</u>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
FUND BALANCES AND GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Fund:										
Restricted	\$1,087,016	1,074,844	972,701	1,958,413	1,085,311	967,727	812,266	749,283	1,377,497	1,240,161
Committed		10,595								
Assigned	135,702	460,125								
Unassigned		(491,896)	(574,257)	(571,196)	163,173	(5,596)	(19,561)	(21,170)	79,695	423,716
<b>Total General Fund</b>	<b>\$1,222,718</b>	<b>1,053,668</b>	<b>398,444</b>	<b>1,387,217</b>	<b>1,248,484</b>	<b>962,131</b>	<b>792,705</b>	<b>728,113</b>	<b>1,457,192</b>	<b>1,663,877</b>
All Other Governmental Funds:										
Unassigned, Reported in:										
Special Revenue Fund		(37,770)	(29,054)	(28,817)	(60,459)	(48,484)	(48,484)	(48,484)	(48,484)	(51,246)
Committed, Reported in:										
Capital Projects Fund	\$117,575									
Assigned, Reported in:										
Capital Projects Fund	6,956	6,955		138,642	75,158	39,870	89,606	89,606	240,218	240,219
Debt Service Fund	1,426	1,186	141,543	10,987	17,813	18,481	53,551	167,093	155,211	33,334
<b>Total All Other Governmental Funds</b>	<b>\$125,957</b>	<b>(29,629)</b>	<b>112,489</b>	<b>120,812</b>	<b>32,512</b>	<b>9,867</b>	<b>94,673</b>	<b>208,215</b>	<b>346,945</b>	<b>222,307</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Revenues:</b>										
Tax Levy	\$7,335,007	7,208,662	7,189,816	7,299,845	7,239,481	6,954,499	6,339,925	5,011,603	4,508,908	4,054,762
Tuition Charges	1,751,835	1,808,742	1,699,230	1,402,397	1,371,225	1,463,500	1,192,105	954,345	1,045,380	953,367
Transportation Fees from Other LEA's	43,095	43,318	49,696	61,622	49,418	50,259	40,830	38,873	57,950	
Miscellaneous	221,597	279,269	272,437	266,225	287,713	266,276	195,783	241,792	204,052	224,017
State Sources	12,482,497	12,460,999	10,117,235	11,438,750	10,807,947	10,139,844	9,594,913	9,426,748	9,087,622	17,711,478
Federal Sources	1,186,682	1,146,407	2,640,132	736,307	676,552	880,948	954,414	915,264	703,925	787,495
<b>Total Revenue</b>	<b>23,020,713</b>	<b>22,947,397</b>	<b>21,968,546</b>	<b>21,205,146</b>	<b>20,432,336</b>	<b>19,755,326</b>	<b>18,317,970</b>	<b>16,588,625</b>	<b>15,607,837</b>	<b>23,731,119</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	5,950,519	6,924,562	7,167,885	6,590,020	6,532,978	6,029,076	5,978,427	5,780,227	5,395,277	5,428,358
Special Education Instruction	2,599,861	1,564,745	1,676,617	1,636,228	1,288,747	1,025,424	983,868	828,147	676,149	724,426
Other Special Instruction	695,768	662,739	702,155	235,547	249,088	213,208	159,191	180,120	178,894	146,198
Other Instruction	212,669	147,203	214,471	657,437	580,387	526,946	487,445	468,734	436,847	347,847
<b>Support Services:</b>										
Tuition	1,950,057	1,366,671	1,642,175	1,216,659	1,020,293	1,449,406	1,432,688	1,457,576	1,171,014	1,266,858
<b>Student &amp; Instruction Related</b>										
Services	1,582,409	1,899,224	1,853,325	1,741,478	1,891,678	1,790,265	1,778,645	1,644,998	1,565,783	1,596,670
<b>General &amp; Business Administration</b>										
Services	770,291	642,939	657,071	1,126,430	941,837	914,956	882,747	863,005	777,171	548,518
School Administrative Services	1,151,590	885,517	850,567	394,632	394,849	362,771	367,256	405,636	356,837	547,630
Plant Operations & Maintenance	1,643,393	1,643,389	1,775,031	1,733,912	1,632,892	1,543,318	1,464,384	1,324,779	1,049,717	1,076,791
Pupil Transportation	415,270	333,049	331,728	325,348	309,040	287,997	238,238	249,116	204,715	203,287
Employee Benefits	4,946,063	4,548,293	4,941,479	4,336,615	4,619,445	4,695,734	3,857,758	3,449,535	3,267,623	2,740,936
Capital Outlay	777,309	921,118	320,087	295,469	514,770	165,226	95,545	285,900	66,363	17,096,019
<b>Debt Service:</b>										
Principal	495,000	730,000	545,000	415,000	340,000	330,000	290,000	255,000	170,000	240,000
Interest & Other Charges	255,878	274,843	288,052	336,822	320,334	336,379	350,728	363,661	373,494	146,557
<b>Total Expenditures</b>	<b>23,446,077</b>	<b>22,544,292</b>	<b>22,965,643</b>	<b>21,041,597</b>	<b>20,636,338</b>	<b>19,670,706</b>	<b>18,366,920</b>	<b>17,556,434</b>	<b>15,689,884</b>	<b>32,110,095</b>

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(425,364)	403,105	(997,097)	163,549	(204,002)	84,620	(48,950)	(967,809)	(82,047)	(8,378,976)
Other Financing Sources/(Uses):										
Proceeds from Borrowing	750,000				513,000					7,835,000
Capital Lease (Nonbudgeted) Contracts Payable Cancelled		110,000		63,484						
Transfers in	15,393	150,368	139,479	2,061	8,924	8,887	9,593	243,957	173,511	32,000
Transfers Out	(15,393)	(150,368)	(139,479)	(2,061)	(8,924)	(8,887)	(9,593)	(143,957)	(173,511)	(32,000)
Total Other Financing Sources/(Uses)	750,000	110,000		63,484	513,000			100,000		7,835,000
Net Change in Fund Balances	\$324,636	513,105	(997,097)	227,033	308,998	84,620	(48,950)	(867,809)	(82,047)	(543,976)
Debt Service as a Percentage of Noncapital Expenditures	3.4%	4.9%	3.8%	3.8%	3.4%	3.5%	3.6%	3.7%	3.6%	2.6%

Source: District Records

Note: Noncapital expenditures are total expenditures less capital outlay.

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**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

FISCAL YEAR ENDING JUNE 30,	DELANCO CST	PRIOR YEAR A/PCANCELLED	PRIOR YEAR RETURNS	PRIOR YEAR REFUNDS	PRIOR YEAR CANCELLED ENCUMBRANCES	INTEREST	FINES	MISCELLANEOUS	TOTAL
2012	\$189,242	3,260		7,018		3,308	1,842	15,812	220,482
2011	185,131	44,389		14,027		19,129	483	15,765	278,924
2010	221,519			9,688		37,619	2,774		271,600
2009	212,824			6,215		39,516	1,624	3,985	264,164
2008	179,489			11,757		71,516	2,666	13,361	278,789
2007	113,988			4,379		79,442	1,664	57,916	257,389
2006	117,143		3,021	1,374		59,846	3,073	1,733	186,190
2005	107,613				16,793	51,080	14,653	7,696	197,835
2004	102,689			2,814		1,770	11,078	9,938	130,541
2003	98,481				48,991	24,453		52,092	224,017

Source: District records

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
 LAST TEN FISCAL YEARS**

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FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	TOTAL ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2011	N/A	N/A	N/A	N/A	N/A	N/A	447,840,953	N/A	N/A	447,840,953	1.638	519,819,340
2010	N/A	N/A	N/A	N/A	N/A	N/A	449,856,565	N/A	N/A	449,856,565	1.602	544,202,736
2009	N/A	N/A	N/A	N/A	N/A	N/A	452,645,250	N/A	N/A	452,645,250	1,588	563,110,539
2008	N/A	N/A	N/A	N/A	N/A	N/A	452,645,250	N/A	N/A	452,645,250	1,610	530,120,118
2007	N/A	N/A	N/A	N/A	N/A	N/A	453,416,651	N/A	N/A	453,416,651	1,600	N/A
2006	N/A	N/A	N/A	N/A	N/A	N/A	452,517,576	N/A	N/A	452,517,576	1,537	426,742,143
2005	N/A	N/A	N/A	N/A	N/A	N/A	361,959,756	N/A	N/A	361,959,756	1,403	361,959,756
2004	N/A	N/A	N/A	N/A	N/A	N/A	324,124,384	N/A	N/A	324,124,384	1,834	344,446,742
2003	N/A	N/A	N/A	N/A	N/A	N/A	267,319,840	N/A	N/A	267,319,840	1,686	302,398,846
2002	N/A	N/A	N/A	N/A	N/A	N/A	266,336,726	N/A	N/A	266,336,726	1,523	284,386,911

Source: Abstract of Ratables Burlington County, Burlington County Abstract of Ratables

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

Reassessment occurs when ordered by the County Board of Taxation

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

b. Tax rates are per \$100

N/A - Not Available

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN FISCAL YEARS**  
*(Rate per \$100 of Assessed Value)*

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT		OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	DIRECT RATE		TOWNSHIP		
	BASIC RATE <sup>a</sup>	TOTAL DIRECT	OF RIVERSIDE	BURLINGTON COUNTY	
2011	1.638	1.638	0.860	0.358	2.856
2010	1.602	1.602	0.812	0.458	2.872
2009	1.588	1.588	0.893	0.472	2.953
2008	1.610	1.610	0.845	0.455	2.910
2007	1.600	1.600	0.808	0.410	2.818
2006	1.537	1.537	0.695	0.417	2.649
2005	1.403	1.403	0.628	0.366	2.397
2004	1.834	1.834	0.900	0.555	3.289
2003	1.686	1.686	0.845	0.577	3.108
2002	1.523	1.523	0.759	0.589	2.871

Source: Burlington County Board of Taxation

a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
 PRINCIPAL PROPERTY TAX PAYERS,  
 CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2012		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Seagull Lightening	\$5,276,000	1	1.178%
River Terrace Associates	3,500,000	2	0.782%
Teicher Org at Riverside, LLC	3,155,900	3	0.705%
Barbarberg/Riverside Garden Apts	2,000,000	4	0.447%
Watchcase Office, Complex	1,545,000	5	0.345%
Riverside Norse, LLC	1,500,000	6	0.335%
Monroe Premier Properties	1,420,000	7	0.317%
Keymar Inc	1,200,000	8	0.268%
Bonforte Industries	1,131,200	9	0.253%
Hovbros Riverside, LLC	842,000	10	0.188%
<b>Total</b>	<b>\$21,570,100</b>		<b>4.816%</b>

Taxpayer	2003		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE

NOT AVAILABLE

Source: Municipal Tax Assessor

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
TOTAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY <sup>a</sup>		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2011	\$13,611,587	13,132,866	96.48%	-
2010	13,253,136	13,250,069	99.98%	-
2009	13,363,723	12,930,871	96.76%	-
2008	13,206,099	12,720,521	96.32%	-
2007	12,781,591	12,236,501	95.74%	-
2006	12,007,177	11,573,685	96.39%	-
2005	10,938,729	10,589,324	96.81%	-
2004	9,026,501	8,661,440	95.96%	-
2003	8,349,333	8,050,010	96.42%	-
2002	7,663,598	7,408,277	96.67%	-

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

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

Source: Municipal Financial Statements

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
*(Dollars in Thousands, Except per Capita)*

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES			
2012	\$6,928,000		87,984	7,015,984	N/A	
2011	6,843,000		110,000	6,953,000	1.81%	895
2010	7,318,000	265,000		7,583,000	2.12%	977
2009	7,738,000	380,000		8,118,000	2.21%	1,045
2008	7,918,000	615,000		8,533,000	2.42%	1,099
2007	7,535,000	825,000		8,360,000	2.58%	1,058
2006	7,660,000	1,015,000	5,591	8,680,591	2.58%	1,093
2005	7,760,000	1,205,000	26,806	8,991,806	2.88%	1,132
2004	7,835,000	1,385,000	46,298	9,266,298	3.05%	1,166
2003	7,835,000	1,555,000	64,208	9,454,208	3.37%	1,190

**Note:** 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.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	NET GENERAL BONDED DEBT OUTSTANDING		
2012	\$6,928,000	6,928,000	1.55%	
2011	6,843,000	6,843,000	1.53%	881
2010	7,318,000	7,318,000	1.63%	942
2009	7,738,000	7,738,000	1.71%	997
2008	7,918,000	7,918,000	1.75%	1,020
2007	7,535,000	7,535,000	1.66%	970
2006	7,660,000	7,660,000	1.69%	970
2005	7,760,000	7,760,000	2.14%	979
2004	7,835,000	7,835,000	2.42%	985
2003	7,835,000	7,835,000	2.93%	987

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2012**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Riverside Township	\$5,664,667	100.00%	\$5,664,667
Burlington County General Obligation Debt	365,784,348	1.050%	3,840,736
Riverside Reclamation Authority	875,617	100.00%	875,617
Subtotal, Overlapping Debt			10,381,020
Riverside Township District Direct Debt			6,928,000
Total Direct & Overlapping Debt			\$17,309,020

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

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Dollars in Thousands)**

	FISCAL YEAR									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt Limit	\$15,487,413	21,410,464	21,504,367	20,726,272	18,923,339	14,385,315	9,782,858	8,985,744	8,468,605	8,088,158
Total Net Debt Applicable to Limit	<u>6,928,000</u>	<u>6,843,000</u>	<u>7,318,000</u>	<u>7,738,000</u>	<u>7,918,000</u>	<u>7,660,000</u>	<u>7,760,000</u>	<u>7,835,000</u>	<u>7,835,000</u>	
Legal Debt Margin	<u>\$8,559,413</u>	<u>14,567,464</u>	<u>14,186,367</u>	<u>12,988,272</u>	<u>11,005,339</u>	<u>6,725,315</u>	<u>2,022,858</u>	<u>1,150,744</u>	<u>633,605</u>	<u>8,088,158</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	44.73%	31.96%	34.03%	37.33%	41.84%	53.25%	79.32%	87.19%	92.52%	

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

	Equalized Valuation Basis
	2011      \$497,763,000
	2010      512,901,340
	2009 <u>538,076,918</u>
	<u>\$1,548,741,258</u>
Average Equalized Valuation of Taxable Property	<u>\$516,247,086</u>
Debt Limit (3 % of Average Equalization Value)	\$15,487,413
Net Bonded School Debt	<u>6,928,000</u>
Legal Debt Margin	<u>\$8,559,413</u>

Source:  
Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation. Limit set by N.J.S.A.18A:24-19 for K through 12 district; other % limits would be applicable for other districts.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA	UNEMPLOYMENT RATE (d)
			PERSONAL INCOME (c)	
2011	8,095	N/A	N/A	9.70%
2010	8,087	383,251,017	47,391	10.00%
2009	7,677	356,949,792	46,496	5.40%
2008	7,710	367,558,830	47,673	4.00%
2007	7,768	352,822,560	45,420	5.80%
2006	7,895	342,366,675	43,365	3.80%
2005	7,921	322,273,806	40,686	6.50%
2004	7,950	314,152,200	39,516	6.40%
2003	7,937	301,272,646	37,958	7.10%
2002	7,905	294,303,150	37,230	5.00%

**Source:**

- (a) Population information provided by US Bureau of the Census; Population Division  
 (b) Personal income calculated using population and per capita personal income  
 (c) Per Capita personal income provided by the NJ Dept of Labor and Workforce Development  
 (d) Unemployment data provided by the NJ Dept of Labor and Workforce Development  
 N/A - Information not available.

**PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

NOT AVAILABLE

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST SEVEN FISCAL YEAR**

Function/Program	2012	2011	2010	2009	2008	2007	2006
Instruction:							
Regular	91	92	112	110	105	103	98
Special Education	42	41	28	29	26	26	28
Support Services:							
Student & Instruction Related Services	14	14	14	14	14	14	7
General Administrative	2	2	2	2	2	2	2
School Administrative Services	13	13	13	13	12	12	12
Central Services	3	3	3	3	3	3	3
Administrative Information Technology	1	1	1				
Plant Operations & Maintenance	21	20	25	25	24	24	25
Pupil Transportation	7	7	8	8	8	8	8
Other Support Services	8	8	8	8	7	7	14
<b>Total</b>	<b>202</b>	<b>201</b>	<b>214</b>	<b>212</b>	<b>201</b>	<b>199</b>	<b>197</b>

**Source:** District Annual Budget Statement Supporting Documentation

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL	SENIOR HIGH SCHOOL				
2012	1,379	\$20,817,327	15,096	8.02%	129	12:4	9:2	9:5	1385.8	1296.2	0.81%	93.53%
2011	1,394	19,114,880	13,712	-1.88%	127	12:4	10:0	9:9	1389.6	1297.1	1.08%	93.34%
2010	1,374	20,553,788	14,959	5.00%	132	11:1	9:1	10:1	1364.4	1274.0	-0.75%	93.37%
2009	1,398	19,537,668	13,975	15.00%	132	11:1	9:1	10:1	1374.7	1290.7	-4.27%	93.89%
2008	1,435	16,752,779	11,674	7.00%	135	12:1	10:1	13:1	1433.4	1339.5	-5.34%	93.45%
2007	1,444	16,061,899	11,123	4.00%	135	12:1	10:1	14:1	1426.3	1334.9	1.03%	96.11%
2006	1,444	15,088,558	10,449		122	12:1	10:1	13:1	1426.8	1335.4	3.77%	95.80%
2005									1399.8	1312.0	2.71%	95.53%
2004									1391.1	1296.7	-0.27%	95.74%
2003									1350.1	1265.9	1.44%	95.33%

Sources: District records

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

NOT AVAILABLE

**SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS**

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

School Facilities	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Riverside Township School	\$155,884	59,085	59,085	59,085	59,085	61,564	61,564	59,085	59,085	45,214
Total School Facilities	155,884	59,085	59,085	59,085	59,085	61,564	61,564	59,085	59,085	45,214

Source: District Records

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2012**

Burlington County Insurance Pool Joint Insurance Fund	COVERAGE	RETENTION	DEDUCTIBLE
<b>I. Property, Inland Marine &amp; Automobile Physical Damages:</b>			
A. Limit of Liability Per Occurrence	\$150,000,000	250,000	500
Perils Included "All Risk"			
B. Property Valuation:			
1. Buildings & Contents	Replacement Cost		
2. Contractors Equipment	Actual Cash Value		
3. Automobiles	Actual Cash Value		
<b>II. Bolier &amp; Machinery</b>	125,000	None	1,000
<b>III. Crime</b>	500,000	250,000	500
<b>IV. General &amp; Automobile Liability</b>	10,000,000	250,000	None
<b>V. Workers' Compensation</b>	Statutory	250,000	None
<b>VI. Educator's Legal Liability</b>	10,000,000	100,000	None
<b>Excess &amp; Reinsurance Carriers Involved:</b>			
<b>Property &amp; Crime:</b>			
SPELLJIF, Selective Ins. Co. of America			
Axis Surplus Insurance Company			
Westchester Surplus Lines Ins. Co			
Alterra Excess & Surplus Ins. Co			
Alliance Global Coporate & Specialty Marine Ins. Co			
RSUI Indemnity Company			
<b>General Liability &amp; Automobile Liability:</b>			
SPELLJIF, Selective Ins. Co. of America			
<b>Workers' Compansation:</b>			
SPELLJIF, Selective Ins. Co. of America			
<b>Educattors' Legal Liability:</b>			
SPELLJIF, Selective Ins. Co. of America			
<b>Group Purchase of Primary Insurance Coverage Carrier Array:</b>			
Travelers Insurance Company:			
Boiler & Machinery			
ACE American Insurance Company:			
Pollution Legal Liability			
<b>VII. Student Accident Insurance</b>	6,000,000	None	None
<b>VIII. Surety Bonds</b>			
Treasurer	300,000	n/a	n/a
Business Adminstrator/Board Secretary	25,000	n/a	n/a

Source: District records

**SINGLE AUDIT SECTION**



EXHIBIT K-1

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

Honorable President and Members  
of the Board of Education  
Riverside Township School District  
County of Burlington  
Riverside, New Jersey 08075

We have audited the financial statements of the Board of Education of the Riverside Township School District, County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2012, and have issued our report thereon dated August 28, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

**Internal Control Over Financial Reporting**

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

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

Our consideration of the 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 the internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that

we consider to be a significant deficiency in internal control over financial reporting as Finding 2012-01. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

### **Compliance and Other Matters**

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

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

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Michael Holt  
Certified Public Accountant  
Public School Accountant  
No. 1148

Medford, New Jersey  
August 28, 2012

EXHIBIT K-2

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

Honorable President and Members  
of the Board of Education  
Riverside Township  
County of Burlington  
Riverside, New Jersey 08075

**Compliance**

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

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

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

## Internal Control Over Compliance

The management of the Board of Education of the Riverside Township School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to major federal and state programs. In planning and performing our audit, we considered Riverside Board of Education's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our 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 NJ OMB 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 Riverside Board of Education's internal control over compliance.

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

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

Respectfully submitted,

HOLMAN & FRENIA, P. C.



Michael Holt  
Certified Public Accountant  
Public School Accountant  
No. 1148

Medford, New Jersey  
August 28, 2012

RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE			JUNE 30, 2012		
				AT JUNE 30, 2011	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS DEFERRED RECEIVABLE)	DEFERRED REVENUE	DUE TO GRANTOR
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>									
Food Distribution Program	10.550	\$35,732	7/1/11-6/30/12		35,732	(35,732)			
National School Lunch Program	10.555	224,377	7/1/11-6/30/12		214,836	(224,377)	(9,541)		
National School Lunch Program	10.555	220,915	7/1/10-6/30/11	(\$12,231)	12,231				
School Breakfast Program	10.553	25,910	7/1/11-6/30/12		24,524	(25,910)	(1,386)		
School Breakfast Program	10.553	21,241	7/1/10-6/30/11	(1,497)	1,497				
Special Milk Program	10.556	792	7/1/11-6/30/12		747	(792)	(45)		
Special Milk Program	10.556	260	7/1/10-6/30/11	(7)	7				
Total Enterprise Fund				(13,735)	289,574	(286,811)	(10,972)		
<b>U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:</b>									
Education Jobs Fund	84.410A	371,292	9/1/11-8/31/12		300,090	(371,291)	(71,201)		
Special Education - Medicaid Aid	93.778	45,707	9/1/11-8/31/12		24,368	(45,707)	(21,339)		
Total General Fund Assistance					324,458	(416,998)	(92,540)		
Special Revenue Fund:									
Title I	84.010A	380,064	9/1/11-8/31/12		245,419	(379,229)	(133,810)		
Title I	84.010A	395,947	9/1/10-8/31/11	(157,454)	157,454				
Title I - ARRA	84.389	70,883	9/1/10-8/31/11	(2,840)	11,315	(8,475)			
Title IIA	84.281A	42,880	9/1/11-8/31/12		28,586	(42,880)	(14,294)		
Title IIA	84.281A	48,321	9/1/10-8/31/11	(16,550)	16,550				
Title III - English Language Acquisition	84.365A	6,759	9/1/11-8/31/12		6,759	(6,759)			
Title III - English Language Acquisition	84.365A	4,534	9/1/10-8/31/11	(90)	90				
I.D.E.A. Part B, Basic Regular	84.027	322,785	9/1/11-8/31/12		301,178	(322,785)	(21,607)		
I.D.E.A. Part B, Basic Regular	84.027	318,047	9/1/10-8/31/11	(18,150)	18,150				
I.D.E.A. Part B, ARRA	84.391	264,869	9/1/10-8/31/11	(43,160)	43,160				
I.D.E.A. Preschool Program	84.173A	9,556	9/1/11-8/31/12		9,556	(9,556)			
Total Special Revenue Fund Assistance				(238,244)	838,217	(769,684)	(169,711)		
Total U.S. Department of Education				(238,244)	1,162,675	(1,186,682)	(262,251)		
Total Federal Financial Assistance				(\$251,979)	1,452,249	(1,473,493)	(273,223)		

RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
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	BALANCE AT JUNE 30, 2011	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS DEFERRED RECEIVABLE, REVENUE		MEMO		
							JUNE 30, 2012	JUNE 30, 2012	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:											
<b>General Fund:</b>											
Equalization Aid	12-495-034-5120-07	\$9,605,388	7/1/11-6/30/12		9,605,388	(9,605,388)			854,581	9,605,388	
Special Education Categorical Aid	12-495-034-5120-08	642,352	7/1/11-6/30/12		642,352	(642,352)			57,150	642,352	
Extraordinary Aid	12-100-034-5120-47	72,365	7/1/11-6/30/12			(72,365)	(72,365)			72,365	
Anti-Bullying Grant	N/A	634	7/1/11-6/30/12		634	(634)				634	
On Behalf TPAF Pension Contribution	12-495-034-5095-00	927,944	7/1/11-6/30/12		927,944	(927,944)				927,944	
Reimbursed TPAF Social Security	12-495-034-5095-00	718,402	7/1/11-6/30/12		682,885	(718,402)	(35,517)			718,402	
Reimbursed TPAF Social Security	11-495-034-5095-00	709,595	7/1/10-6/30/11	(\$35,374)	35,374						
Total General Fund Assistance					(35,374)	11,894,577	(11,967,085)	(107,882)	911,731	11,967,085	
<b>Special Revenue Fund:</b>											
Preschool Education Aid	12-100-034-5120-08	566,553	7/1/11-6/30/12		516,915	(461,449)		55,466		461,449	
Preschool Education Aid	11-100-034-5120-08	377,702	7/1/10-6/30/11	(30,753)	30,753						
Total Special Revenue Fund Assistance					(30,753)	547,668	(461,449)		55,466	461,449	
<b>Capital Projects Fund:</b>											
School Development Authority:											
Educational Facilities Construction and Financing Act - Section 15 Grant	4450-050-10-1001	521,227	7/1/10-6/30/11	(521,227)	521,227						
Total Capital Projects Fund Assistance					(521,227)	521,227					
<b>Debt Service Fund:</b>											
Debt Service Type II	12-495-034-5120-01	39,760	7/1/11-6/30/12		39,760	(39,760)				39,760	
Total Debt Service Fund Assistance						39,760	(39,760)			39,760	
<b>Enterprise Fund:</b>											
National School Lunch Program (State Share)	12-100-010-3360-06	6,223	7/1/11-6/30/12		5,959	(6,223)	(264)			6,223	
National School Lunch Program (State Share)	11-100-010-3360-06	6,213	7/1/10-6/30/11	(366)	366						
Total Enterprise Fund Assistance					(366)	6,325	(6,223)	(264)		6,223	
Total State Financial Assistance					(\$587,720)	13,009,557	(12,474,517)	(108,146)	55,466	911,731	12,474,517

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2012**

**Note 1. General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Riverside Township Board of Education. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2. Basis of Accounting**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. The basis of accounting is described in Note 1 to the Board's basic financial statements.

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

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(23,567) for the general fund and \$37,770 for the special revenue fund. See Note 1 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows:

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2012**

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

	<b>State</b>	<b>Federal</b>	<b>Total</b>
General Fund	\$11,943,518	\$ 416,998	\$12,360,516
Special Revenue Fund	499,219	769,684	1,268,903
Debt Service Fund	39,760		39,760
Food Service Fund	6,224	286,811	293,035
Total Financial Assistance	<u>\$12,488,721</u>	<u>\$1,473,493</u>	<u>\$13,962,214</u>

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

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

**Note 5. Other**

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

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

The Riverside Township Board of Education had no loan balances outstanding at June 30, 2012.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
For the Fiscal Year Ended June 30, 2012**

**Section I – Summary of Auditor’s Results**

**Financial Statements**

Type of auditor’s report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered to be material weaknesses?	Yes
Noncompliance material to basic financial Statements noted?	No

**Federal Awards**

Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered to be material weaknesses?	None Reported
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance With Section .510(a) of Circular A-133?	No

**Identification of major programs:**

CFDA Number(s)	Name of Federal Program or Cluster
84.027 84.410A	I.D.E.A. – Part B Education Jobs Fund

Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2012**

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

**State Awards**

Dollar threshold used to distinguish between type A and type B programs:	\$346,397
Auditee qualified as low-risk auditee?	Yes
Type of auditor’s report issued on compliance for major programs	<u>Unqualified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	None Reported
2) Significant deficiencies identified that are not considered To be material weaknesses?	None Reported
Any audit findings disclosed that are required to be reported in accordance With NJ OMB Circular Letter 04-04	No

**Identification of major programs:**

GMIS Number(s)	Name of State Program
12-495-034-5120-078	Equalization Aid

**Section II – Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

**Finding 2012-01:**

**Criteria or Specific Requirement:**

Proper internal control procedures should be implemented and maintained over the control of Sports Night funds.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2012**

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

**Condition:**

It was noted during our audit of student activities that there are various deficiencies in the control over "Sports Night" funds, including the following:

1. There is lack of control over the sale of Sports Night tickets.
2. No formal documentation or approval exists as to the proper rate of pay for the various vendors and people involved in Sport Nights.
3. School District employees who are paid for their involvement in Sports Night are not being properly paid through payroll and having the proper taxes withheld.
4. Non School District employees who are paid over \$600 are not being properly issued a 1099-MISC as required by the IRS.

**Context:**

A lack of internal control and documentation exists over Sports Night activities.

**Effect:**

Insufficient internal controls and procedures do not allow the District to ensure that monies related to Sports Night activities are being properly handled, spent and accounted for.

**Cause:**

Insufficient internal controls and procedures related to Sports Night activities.

**Recommendation:**

That the District improve the internal controls and procedures of Sports Night activities including an improved accounting and reconciliation of ticket sales, board approved pay rates for all positions involved in Sports Night, proper paying of existing employees through payroll, and the proper issuing of 1099's to those required.

**Views of Responsible Officials and Planned Corrective Actions:**

The District agrees with this finding and will take the appropriate steps to correct this internal control deficiency.

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS & QUESTIONED COSTS (continued):  
For the Fiscal Year Ended June 30, 2012**

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

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

No Current Year Findings

**RIVERSIDE TOWNSHIP BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMET  
For the Fiscal Year Ended June 30, 2012**

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

No Prior Year Findings

