

**SCHOOL DISTRICT  
OF  
SWEDESBORO-WOOLWICH**

**Swedesboro-Woolwich Board of Education  
Swedesboro, New Jersey**

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

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***Comprehensive Annual***

***Financial Report***

***of the***

***Swedesboro-Woolwich Board of Education***

***Swedesboro, New Jersey***

***For the Fiscal Year Ended June 30, 2012***

***Prepared by***

***Michael Griggel***

***School Business Administrator/Board Secretary***

## **Introductory Section**

# Swedesboro-Woolwich School District

15 Fredrick Blvd  
Woolwich Township, NJ 08085  
856-241-1552

Dr. Victor P. Valeski, Superintendent

November 30, 2012

Honorable President and  
Members of the Board of Education  
Swedesboro-Woolwich Consolidated School District  
County of Gloucester  
Swedesboro, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Swedesboro-Woolwich Consolidated School District (District) for the fiscal year ended June 30, 2012, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report 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 as amended in 1996 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, "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**

Swedesboro-Woolwich Consolidated School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Board of Education of the Swedesboro-Woolwich Consolidated School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels prekindergarten through 6. These include regular, as well as special education for at-risk, gifted, and handicapped youngsters. The District completed the 2011-2012 fiscal year with an enrollment of 1,740 students. The following details the changes in the student enrollment of the District over the last five years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2011-12	1,740.0	(2.30%)
2010-11	1,781.0	4.40%
2009-10	1,706.0	6.80%
2008-09	1,597.0	4.70%
2007-08	1,526.0	9.23%

## 2. Economic Condition and Outlook

The Swedesboro-Woolwich Consolidated School District provides a full educational program to students in grades pre-kindergarten through 6 (both at-risk and special needs). The Walter H. Hill School, located on Kings Highway in Swedesboro, houses all grades 6. The Board of Education opened its new 3.2 million dollar elementary school named the Margaret C. Clifford School on January 2, 1997. In March of 2000, voters approved a \$2,758,000.00 bond referendum to expand this facility to accommodate an increase in student enrollment. The Margaret C. Clifford School's addition opened in September of 2001. The facility serves the District's kindergarten students and preschool disability. In addition, the school board's policy has been revised to accommodate community use of the District's facilities during off school hours. It is noted that the following community groups utilize the District's facilities:

1. Swedesboro-Woolwich PTO
2. Municipal Alliance
3. Municipal Government Meetings  
(On An As Needed Basis)
4. Boy Scouts
5. Swedesboro Woolwich  
Business Association
6. Gloucester County Soccer Association
7. Brownie Troops/Girl Scouts
8. Swedesboro-Woolwich Little League, Basketball,  
and Soccer Associations
9. Girl Scouts of South Jersey Pines Organization  
for Training Leaders and Career Days
10. Gloucester County 4-H
11. Four Seasons - 55 and Older Community

Due to the rapid growth of Woolwich Township and the subsequent increase in student enrollment, the District continues to focus upon its long-range facility plan formally adopted in November of 2001 and most recently in October of 2005. In its implementation, a March 2002 public referendum was held regarding the construction of a new elementary school, as well as an addition and renovations to the Walter H. Hill School. The referendum was successful by a 2 to 1 margin. The total cost of the project(s) was \$23,137,843.00. The construction projects were completed in March 2004. The Governor Charles C. Stratton School serves grades 1 and 2. A December 13, 2005 referendum was successfully approved by the voters for the construction of a new elementary school and the purchase of an approximate 40-acre parcel of property. The school opened in September of 2008 serving grades 3, 4 and 5. The District serves both Swedesboro Borough and Woolwich Township. The Borough of Swedesboro is 0.73 square miles or 499 acres. Growth in the municipality has been limited and the student population has remained fairly constant with approximately 220 students being served. On the other hand, the 21 square miles in Woolwich Township is undergoing explosive growth. The decennial census reports that the population has more than doubled over the last decade and that Woolwich Township is the fastest growing community in the State with a growth of 145% over 7 years. In looking at the census summary, it reveals that almost 20% of the total population is under 10 years of age.

In 2003, 25 new residential developments were noted in the community. This includes 2,229 units that are either recently constructed or in construction. This includes a 1,200 unit adult only community. In our earlier studies, it was estimated that the District was getting 5 students for every 10 new homes.

The New Jersey Department of Labor Data Center's records indicate that from 1990 through 1999, a total of 583 building permits authorizing new private residential housing units were issued in Woolwich Township. In 2000, 225 permits were issued and up to July 1, 2001, 111 permits were issued. Additional information documenting the District's growth indicates that 842 new residential houses were constructed and occupied during the calendar years of 2002 through 2004. Local officials have indicated that the Township is only 40% developed.

Even with the current level of development activity, it is felt that growth has been somewhat constrained by the lack of municipal sewerage and water facilities. However, recently based upon an agreement with the Logan Township Municipal Utilities Authority water and sewerage has been extended to a portion of the areas of the Township. Furthermore, for planning purposes, it must be anticipated that when more extensive water and sewer facilities become available in other areas of the Township, residential growth will increase in even a more dramatic fashion.

The District is experiencing significant and sustained increases in student enrollment. In fact, the District's elementary student population has increased by 4.4% (75 students) during the course of the past year (June 2010 - June 2011). As part of the Board's planning process, The Spiezle Architectural Group has been appointed by the Board to serve as a consultant to assist in the fine-tuning of the District's long-range facility plan. A key component of this fine-tuning is to accurately project student enrollment utilizing a variety of methods. Whitehall Associates, Inc. has been appointed to assist in this regard. Furthermore, the Board of Education has established a vision committee to continue to be proactive in the development of the District's long-range facility plan for 2005-12. Also, the Board of Education is extremely appreciative of the efforts of the Woolwich Township Planning Board for its success in working with developers for the purpose of acquiring donated land which will be solely designated for educational purposes. As a result of this conscientious effort, the Board of Education has received, as part of an initial plan, a fifteen-acre parcel of land, which is now the site of the new Governor Charles C. Stratton Elementary School, which opened in March 2004. A second parcel consisting of sixty-eight acres was donated with a final deed conveyance filed in December 2005; the site of the General Charles G. Harker School. The District continues to lobby the New Jersey Department of Education through the state legislators for a more equitable funding of school districts experiencing explosive growth in student enrollment.

### **3. Major Initiatives**

In addition to the District's core curricular offerings, the District is proud of the following programs that are offered to its students. Examples of these programs that structure for the success of District students include:

- \* Fully automated libraries for students and parents to utilize. A parent resource library has also been established.
- \* Literature-based reading program - a summer reading program is also provided.
- \* Connectivity exists between both of the District's facilities which permits sharing of networked computer assisted instruction. Internet access is provided to all classrooms as well as a recently purchased student data management software program.
- \* Distance Learning opportunities for students.
- \* Enrichment educational programs.
- \* Partners in Learning Program, which includes family math and reading evenings.
- \* Foreign Language Instruction (K-6), including Spanish and Italian languages.
- \* Preventive Guidance Program.
- \* Speech Therapy.
- \* Physical and Occupational Therapy.
- \* Municipal Alliance Grant Participation to promote anti-substance abuse programs.
- \* Instructional services for special needs students.
- \* DARE instruction for our 3-6 grade students.
- \* Intramural sports for grades 5-6.
- \* Schoolwide multicultural sensitivity program.
- \* After-school drama club.
- \* After-school tutorial classes for at-risk students.

Moreover, the District has worked diligently in the alignment of curriculum expectations with the New Jersey Core Curriculum Content Standards. As a result, District students compare favorably to state averages in the areas of math and language arts literacy as measured by the NJASK grades 3 and 4 state assessment. In fact, the NJASK3 and 4 tests administered in the Spring of 2012 resulted in the following percentages of students achieving advanced or advanced proficiency standards:

Language arts:

NJASK3 - 73.50%  
NJASK4 - 64.20%  
NJASK5 - 73.90%  
NJASK6 - 76.80%

Math:

NJASK3 - 89.00%  
NJASK4 - 85.60%  
NJASK5 - 92.60%  
NJASK6 - 91.10%

In addition to remaining proactive in the development of its 2005-13 long-range facility plan, with an addendum for a new construction project, the District will continue to emphasize programs that are geared to the enhancement of the teaching learning process.

District objectives for 2012-13 include:

Walter H. Hill School - Pupil Performance/Behavior Objectives

1. By June of 2013, students in grade 6 will continue to maintain state proficiency levels in mathematics and language arts on the NJASK6 as a whole group and for all qualified subgroups.

Governor Charles C. Stratton School - Pupil Performance/Behavior Objectives

1. By June of 2013, students in grade 1 will achieve the average growth targets in reading that were accomplished last year in the MAP assessment.
2. By June of 2013, students in grade 2 will achieve the average growth targets in reading that were accomplished last year in the MAP assessment.

Margaret C. Clifford School

1. By June of 2013, the kindergarten students will be evaluated for first grade readiness by the Rigby Reading Test, Copyright 2000, Section 14. Eighty percent of the students will complete six of eight items successfully, indicating an ability to recognize initial consonants in words and the ability to recognize rhyming words.
2. By June of 2013, the kindergarten students will be evaluated for first grade readiness by the Scott Foresman Mathematics Test, Copyright 2005, Chapter 5.
3. By June of 2013, eighty percent of the students will complete nine of twelve items successfully on the Scott Foresman Mathematics Test, Copyright 2005, Chapter 5. This test will focus on counting, skip counting, comparing, and estimation.

General Charles Harker School

1. By June of 2013, students in grade 3 will strive to maintain state proficiency levels in mathematics and language arts on the NJASK3 as a whole group and for all qualified subgroups.
2. By June of 2013, students in grade 4 will strive to maintain state proficiency levels in mathematics and language arts on the NJASK4 as a whole group and for all qualified subgroups.
3. By June of 2013, students in grade 5 will strive to maintain state proficiency levels in mathematics and language arts on the NJASK5 as a whole group and for all qualified subgroups.

#### **4. Internal Accounting Controls**

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

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

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

#### **5. Budgetary Controls**

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

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

#### **6. Accounting System and Reports**

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

#### **7. Management's Discussion and Analysis**

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a management's discussion and analysis (MD & A). This letter of transmittal is designed to complement the MD & A and should be read in connection with it. The District's MD & A can be found immediately following the report of the independent auditors.

#### **8. Cash Management**

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

## 9. Risk Management

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

## 10. Other Information

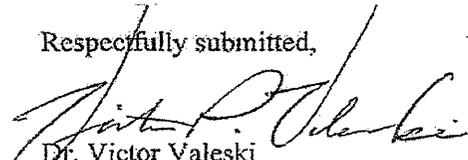
### A. Independent Audit

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ball, Buckley and Seher, LLP, was selected by the Board's (audit committee, finance committee, etc.). 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 as amended in 1996 and the related OMB Circular A-133 and state Treasury Circular Letter 04-04. The auditor's report on the basic financial statements and the combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

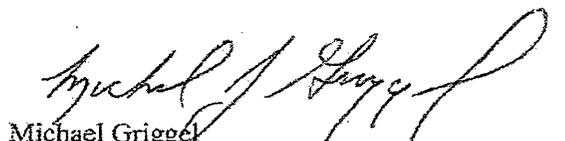
## 11. Acknowledgements

We would like to express our appreciation to the members of the Swedesboro-Woolwich Consolidated School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



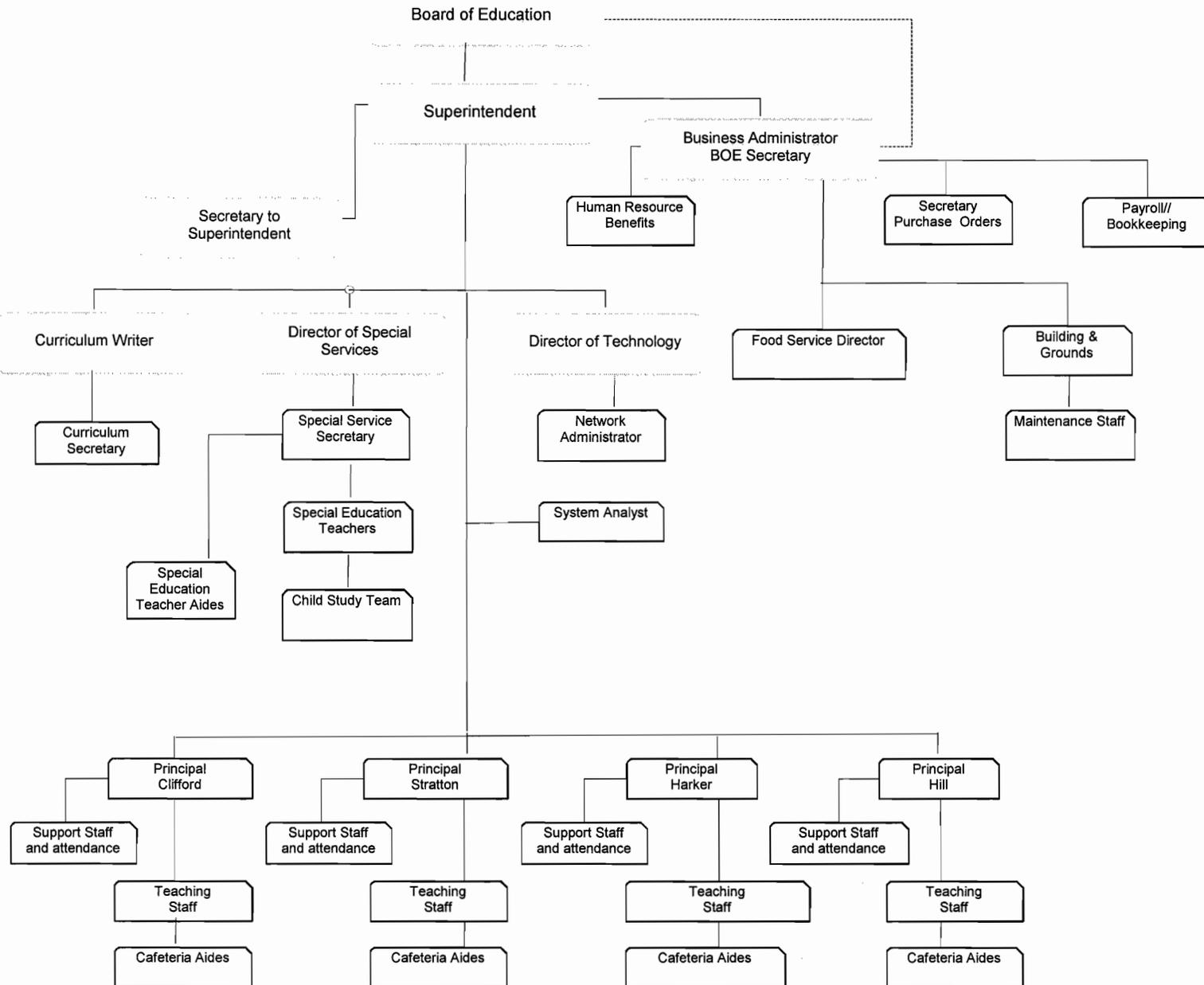
Dr. Victor Valeski  
Superintendent



Michael Griggel  
School Business Administrator/Board Secretary

**SWEDESBORO-WOOLWICH BOARD OF EDUCATION  
SWEDESBORO, NEW JERSEY**

**ORGANIZATIONAL CHART  
JUNE 30, 2012**



**SWEDESBORO-WOOLWICH BOARD OF EDUCATION  
SWEDESBORO, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2012**

	<u>Term Expires</u>
<b>Members of the Board of Education</b>	
Jennifer Cavallaro, President	2012
Craig Frederick, Vice President	2013
Margaret Westburg	2012
Jaclyn Dopke	2012
Jennifer Leahy	2012
Joseph R. Palma, Jr.	2013
Paul J. Tate, Jr.	2014
Thomas Ryan	2014
Natalie Matthias	2014

**Other Officials**

Dr. Victor Valeski, Superintendent  
Michael Griggel, School Business Administrator/Board Secretary/Treasurer  
Wayne C. Streitz, Esquire, Solicitor

**SWEDESBORO-WOOLWICH BOARD OF EDUCATION  
Consultants and Advisors**

***Audit Firm***

Ball, Buckley and Seher, LLP  
1301 North Broad Street  
Woodbury, New Jersey 08096

***Attorney***

Wayne C. Streitz, Esq.  
10 Pitman Avenue  
Pitman, New Jersey 08071

***Fiscal Agent***

J.P. Morgan  
Chase Manhattan Bank  
4 New York Plaza  
New York, New York 10004

***Official Depository***

Fulton Bank of NJ  
179 Kings Highway  
Woolwich Township, New Jersey 08085

***Bond Counsel***

McManimon and Scotland  
One Gateway Center  
Newark, New Jersey 07102

***Architect***

The Spiezle Architectural Group  
120 Sanhican Drive  
Trenton, New Jersey 08618

**Financial Section**

**UNQUALIFIED OPINIONS ON BASIC FINANCIAL STATEMENTS ACCOMPANIED  
BY REQUIRED SUPPLEMENTARY INFORMATION AND SUPPLEMENTARY  
SCHEDULE OF FEDERAL AND STATE AWARDS AND OTHER  
SUPPLEMENTARY INFORMATION - GOVERNMENTAL ENTITY**

**Independent Auditor's Report**

Honorable President and  
Members of the Board of Education  
Swedesboro-Woolwich Consolidated School District  
County of Gloucester  
Swedesboro, New Jersey

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that We plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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 Swedesboro-Woolwich Consolidated School District as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 12 through 23 and 57 through 71 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

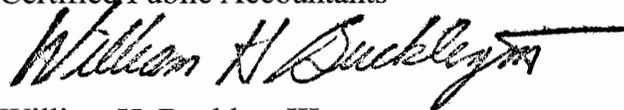
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board of Education of the Swedesboro-Woolwich Consolidated School District's basic financial statements. The accompanying introductory section, and other supplementary information, such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

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

Respectfully submitted,

*Ball, Buckley & Seher, LLP*

BALL, BUCKLEY & SEHER, LLP  
Certified Public Accountants



William H. Buckley, III  
Licensed Public School Accountant No. 86

November 30, 2012

***Required Supplementary Information - Part I***

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR JUNE 30, 2012**

This section of the Swedesboro-Woolwich Consolidated School District's (District) annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended 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 follows this section.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standard 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.

### **Financial Highlights**

Key financial highlights for the 2011-12 fiscal year include the following:

- Net assets for governmental and business-type activities were (\$2,130,529.61) and \$396,374.08, respectively.
- Net assets for governmental activities increased by \$761,452.66 and net assets for business-type activities increased by \$54,885.36 from July 1, 2011 to June 30, 2012.
- The general fund, fund balance as of June 30, 2012 was \$2,399,116.27, an increase of \$877,131.41 when compared with the beginning balance as of July 1, 2011 of \$1,521,984.86.

### **Overview of the Financial Statements**

The financial section of the annual report consists of four parts - Independent Auditor's Report, Required Supplementary Information which includes the Management's Discussion and Analysis (this section), the Basic Financial Statements, and Supplemental Information. The basic financial statements include two kinds of statements that present different views of the District.

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

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. Table 1 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of the Management's Discussion and Analysis highlights the structure and contents of each of the statements.

**Table 1**  
**Major Features of the District-Wide and Fund Financial Statements**

	District-Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services is included here	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required Financial Statements	Statement of net assets	Balance sheet	Statement of net assets	Statement of fiduciary net assets
	Statement of activities	Statement of revenues, expenditures, and changes in fund balances	Statement of revenues, expenses, and changes in fund net assets	Statement of changes in fiduciary net assets
			Statement of cash flows	
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Assets/ Liability	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of Inflow/Outflow Information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

## District-Wide Statements

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

The two district-wide statements report the District's net assets and how they have changed. Net assets - the difference between the District's assets and liabilities - are a measure of the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether the financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the district-wide financial statements the District's activities are shown in two categories:

- *Governmental activities* - Most of the District's basic services are included here, such as regular and special education, transportation, administration, and maintenance. Aid from the State of New Jersey and from the Federal government along with local property taxes finances most of these activities.
- *Business-type activities* - The District may charge fees to customers to help it cover the costs of certain services it provides. The District's food service program and enterprise fund programs (child care enrichment, drama club, music lessons, pay to play programs and camps) are included here.

## Fund Financial Statements

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

- Some funds are required by State law and by bond covenants.
- The District uses other funds, established in accordance with the State of New Jersey Uniform Chart of Accounts, to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., federal funds).

The District has three kinds of funds:

- **Governmental funds** - Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explain the relationship (or differences) between them.

- **Proprietary funds** - Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements.
- **Fiduciary funds** - The District is the trustee, or fiduciary, for assets that belong to others. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the district-wide financial statements because the District cannot use these assets to finance its operations.

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

**Net Assets.** The District's net assets for the fiscal years ended June 30, 2011 and 2012 are reflected in Table 2.

**Table 2  
Net Assets**

	2012			2011		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
<b>Assets:</b>						
Current and other assets	\$ 3,560,113.08	\$ 289,913.67	\$ 3,850,026.75	\$ 2,847,858.11	\$ 160,024.78	\$ 3,007,882.89
Capital assets, net	29,142,749.75	164,144.00	29,306,893.75	41,124,663.65	190,237.02	41,314,900.67
Total assets	32,702,862.83	454,057.67	33,156,920.50	43,972,521.76	350,261.80	44,322,783.56
<b>Liabilities:</b>						
Current and other liabilities	737,740.05	57,683.59	795,423.64	767,937.97	8,773.08	776,711.05
<b>Long-term liabilities:</b>						
Due within one year	1,833,396.35	0.00	1,833,396.35	1,655,000.00	0.00	1,655,000.00
Due in more than one year	42,735,165.05	0.00	42,735,165.05	44,441,566.06	0.00	44,441,566.06
Total liabilities	45,306,301.44	57,683.59	45,363,985.03	46,864,504.03	8,773.08	46,873,277.11
<b>Net assets:</b>						
Invested in capital assets, net of debt	(4,886,611.77)	164,144.00	(4,722,467.77)	(4,895,336.35)	190,237.02	(4,705,099.33)
<b>Restricted for:</b>						
Debt service	48,240.82	0.00	48,240.82	44,486.33	0.00	44,486.33
Capital projects	1,100,240.22	0.00	1,100,240.22	1,265,141.43	0.00	1,265,141.43
Other purposes	1,395,393.56	0.00	1,395,393.56	540,127.39	0.00	540,127.39
Unrestricted	212,207.56	232,230.08	444,437.64	153,598.93	151,251.70	304,850.63
Total net assets	\$ (2,130,529.61)	\$ 396,374.08	\$ (1,734,155.53)	\$ (2,891,982.27)	\$ 341,488.72	\$ (2,550,493.55)

The District's financial position for governmental and business-type activities is the product of the following factors:

- . Program revenues were \$2,701,998.29 (operating grants and contributions \$1,981,203.51 and charges for services \$720,794.78).
- . General revenues, special items, extraordinary items, and transfers amounted to \$21,956,946.76.
- . Net expenditures were \$23,842,607.03.
- . Total District revenues and beginning assets are adjusted by net adjusted expenditures resulting in a calculation of net assets of (\$1,734,155.53) as of June 30, 2012.
- . Revenues (\$24,658,945.05) plus beginning assets (-\$2,550,493.55) less net expenditures (\$23,842,607.03) equals net assets of (\$1,734,155.53).

Change in Net Assets. Net assets for governmental activities increased from June 30, 2011 to June 30, 2012 as reflected in Table 3.

**Table 3**  
**Changes in Net Assets**

	2012			2011		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
<b>Program revenues:</b>						
Charges for services	\$ 0.00	\$ 720,794.78	\$ 720,794.78	\$ 0.00	\$ 387,598.21	\$ 387,598.21
Operating grants and contributions	1,841,204.34	139,999.17	1,981,203.51	2,443,919.39	134,655.55	2,578,574.94
<b>General revenues:</b>						
Property taxes	12,827,192.00	0.00	12,827,192.00	12,402,141.00	0.00	12,402,141.00
Grants and entitlements	6,543,040.61	0.00	6,543,040.61	5,409,334.73	0.00	5,409,334.73
Debt service	2,821,785.00	0.00	2,821,785.00	2,834,937.00	0.00	2,834,937.00
Other	(235,466.21)	395.36	(235,070.85)	(13,245,987.91)	78,091.00	(13,167,896.91)
<b>Total revenues</b>	<b>23,797,755.74</b>	<b>861,189.31</b>	<b>24,658,945.05</b>	<b>9,844,344.21</b>	<b>600,344.76</b>	<b>10,444,688.97</b>
<b>Program expenses:</b>						
Instruction	13,403,079.71	0.00	13,403,079.71	7,885,174.81	0.00	7,885,174.81
Tuition	381,069.03	0.00	381,069.03	727,438.48	0.00	727,438.48
Student and instruction related services	2,276,265.95	0.00	2,276,265.95	2,080,980.66	0.00	2,080,980.66
General administration	571,133.12	0.00	571,133.12	463,837.32	0.00	463,837.32
School administrative services	676,860.91	0.00	676,860.91	508,505.59	0.00	508,505.59
Central services	230,840.47	0.00	230,840.47	189,614.69	0.00	189,614.69
Administrative information technology	241,743.77	0.00	241,743.77	202,724.68	0.00	202,724.68
Plant operations and maintenance	1,969,498.47	0.00	1,969,498.47	1,869,740.87	0.00	1,869,740.87
Pupil transportation	1,232,953.84	0.00	1,232,953.84	1,288,721.90	0.00	1,288,721.90
Unallocated benefit expenses	0.00	0.00	0.00	4,032,392.73	0.00	4,032,392.73
Debt service	1,915,124.05	0.00	1,915,124.05	1,948,984.01	0.00	1,948,984.01
Unallocated depreciation	137,733.76	0.00	137,733.76	1,350,454.46	0.00	1,350,454.46
Enterprise operations	0.00	806,303.95	806,303.95	0.00	545,103.53	545,103.53
<b>Total expenses</b>	<b>23,036,303.08</b>	<b>806,303.95</b>	<b>23,842,607.03</b>	<b>22,548,570.20</b>	<b>545,103.53</b>	<b>23,093,673.73</b>
<b>Increase (decrease) in net assets</b>	<b>\$ 761,452.66</b>	<b>\$ 54,885.36</b>	<b>\$ 816,338.02</b>	<b>\$ (12,704,225.99)</b>	<b>\$ 55,241.23</b>	<b>\$ (12,648,984.76)</b>

Total revenues for the District were \$24,658,945.05. Governmental funding was the source of 34.57% of the District's revenues. This includes the State of New Jersey and Federal sources.

Property taxes of \$15,648,977.00 provided 63.46% of revenues.

Other miscellaneous revenues of \$108,037.04 (net of asset items) represent .44% of the District revenues. Miscellaneous revenue was primarily provided from interest and prior year refunds.

The District's expenses for government activities are predominantly related to instruction and support services. Instruction together with tuition totaled \$13,784,148.74 (59.84%) of total expenditures. Student support services including transportation, exclusive of administration, totaled \$3,509,219.79 (15.23%) of total expenditures. Plant operations and maintenance totaled \$1,969,498.47 (8.55%) of total expenditures. Total expenditures did not exceed revenues for governmental activities, increasing net assets \$761,452.66 from the beginning balance at July 1, 2011.

### **Activity Descriptions**

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

**Tuition expenses** include the cost to the District to send pupils with special needs living within the District to private schools and/or schools outside the District area.

**Student and instruction related services** include the activities designed to assess and improve the well being of students and to supplement the teaching process.

**School Administrative and General and Business Administrative services** include expenses associated with establishing and administering policy for the District including financial supervision.

**Plant operation and maintenance of plant activities** involve keeping the school grounds, buildings and equipment in a safe and effective working condition.

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

**Unallocated benefits** includes the cost of benefits for the District staff for social security, retirement contributions, worker's compensation, health benefits and other employee benefits.

**Interest on long-term debt** involve the transactions associated with the payment of interest and other related charges to the debt of the District.

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

The financial performance of the District as a whole is also reflected in the governmental funds which are accounted for by using the modified accrual basis of accounting. As the District completed the year, its governmental funds reported a combined fund balance of \$3,538,487.67. At June 30, 2011 the fund balance was \$2,822,529.99.

All governmental funds had total revenues of \$24,130,588.44 and total expenditures of \$23,597,337.30.

### **GENERAL FUND BUDGETING HIGHLIGHTS**

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

The General Fund includes the primary operations of the District in providing educational services to students from Pre K through grade 6 including pupil transportation activities and capital outlay projects.

Table 4 presents a summary of Governmental Fund revenues. The summary reflects the dollar and percent increase (decrease) from the prior year.

**Table 4**  
**Comparison of Revenues**

	2012	2011	Increase/ (Decrease)	Percentage Increase/ (Decrease)
Local sources:				
Local tax levy	\$ 15,648,977.00	\$ 15,237,078.00	\$ 411,899.00	2.70%
Miscellaneous	97,366.49	74,728.55	22,637.94	30.29%
Government sources:				
State sources	7,817,117.13	7,157,494.27	659,622.86	9.22%
Federal sources	567,127.82	697,219.85	(130,092.03)	-18.66%
Total	<u>\$ 24,130,588.44</u>	<u>\$ 23,166,520.67</u>	<u>\$ 964,067.77</u>	<u>4.16%</u>

One of the primary sources of funding for the District is received from local property taxes and accounted for 64.85% of total revenues. State aid accounted for 32.40% of total revenues.

Total governmental fund revenues increased by \$964,067.77, or 4.16% from the previous year. The major component of this increase was primarily the result of an increase in local taxes, additional state aid as well as a one-time federal educational jobs grant.

There was an increase in property taxes for the general fund of \$411,899.00, which is a 2.70% increase from the prior year. State law limits the increase in general fund taxes to 2%, plus a minimal amount of adjustments. The district was approved for a health care waiver to go over the 2% local cap. Also, for the 2011-12 school year, there existed legal requirements to annually seek voter approval for the District budget and related tax levy. The 2011-12 budget was approved by the voters of the Townships in April of 2011. For the 2012-13 school year, a new law was enacted allowing school districts to bypass the requirement for voter approval of the budget by moving the annual election for school board members to the general election in November. The Board of Education made the decision in February of 2012 to move the election to November.

Table 5 presents a summary of governmental fund expenditures. The summary reflects the dollar and percent increases (decreases) from the prior year.

**Table 5**  
**Comparison of Expenditures**

	2012	2011	Increase/ (Decrease)	Percentage Increase/ (Decrease)
Instruction:				
Regular	\$ 5,360,466.55	\$ 5,301,777.30	\$ 58,689.25	1.11%
Special education	2,427,209.48	2,256,695.41	170,514.07	7.56%
Other special education	440,984.48	326,702.00	114,282.48	34.98%
Support services:				
Tuition	381,069.03	727,438.48	(346,369.45)	-47.61%
Student and instruction related services	2,093,777.18	2,080,980.66	12,796.52	0.61%
General administration	463,111.76	463,837.32	(725.56)	-0.16%
School administrative services	506,538.07	508,505.59	(1,967.52)	-0.39%
Central services	194,342.71	189,614.69	4,728.02	2.49%
Administration information technology	205,246.01	202,724.68	2,521.33	1.24%
Plant operations and maintenance	1,842,824.41	1,869,740.87	(26,916.46)	-1.44%
Pupil transportation	1,232,953.84	1,288,721.90	(55,768.06)	-4.33%
Unallocated benefits	3,119,127.58	2,914,288.01	204,839.57	7.03%
TPAF and FICA reimbursements	1,415,432.18	1,118,104.72	297,327.46	26.59%
Capital outlay	407,707.76	171,540.29	236,167.47	137.67%
Debt service	3,506,546.26	3,514,089.20	(7,542.94)	-0.21%
Total	<u>\$ 23,597,337.30</u>	<u>\$ 22,934,761.12</u>	<u>\$ 662,576.18</u>	<u>2.89%</u>

Total governmental fund expenditures increased \$662,576.18 or 2.89% from the previous year. This increase was primarily due to additional benefit costs.

The District values its fund balances as a vehicle for addressing unbudgeted and emergent needs that occur during the school year.

During the course of fiscal year 2012 the District modified the general fund budget as needed to ensure no line item was projected to be over-expended.

## DEBT SERVICE FUND

The current year obligations for payment of debt service principal and interest amounted to \$3,506,546.26, of which \$2,821,785.00 in funding was provided by the local tax levy and \$684,762.00 was provided by state aid.

## FOOD SERVICE ENTERPRISE FUND

The food service enterprise fund had net assets of \$343,585.93 as of June 30, 2012. This reflects an increase of \$2,097.21 from June 30, 2011. This increase is due to increased enrollment and an adjustment since the district went from a full day kindergarten to a half day kindergarten.

## ENTERPRISE FUNDS

The enterprise funds had net assets of \$52,788.15 as of June 30, 2012. This reflects a increase of \$52,788.15 from June 30, 2011. This increase is due to the establishment of five new enterprise fund programs, the largest being the afterschool childcare enrichment program.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets are individual items purchased at a cost exceeding \$2,000.00, have an extended useful life of one year or more and maintain their identity and structure when placed into service.

At the end of 2012, the District had capital assets allocated to governmental activities with a book value of \$39,615,658.75. This consists of a broad range of capital assets, including land, site improvements, equipment and construction in progress. Total depreciation expense for the year was \$1,473,531.77.

Table 6 summarizes capital assets.

**Table 6**  
**Capital Assets (Net of Depreciation)**  
**At June 30, 2012 and 2011**

	2012			2011		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Land, site, and site improvements	\$ 11,389,158.51	\$ 0.00	\$ 11,389,158.51	\$ 11,468,582.24	\$ 0.00	\$ 11,468,582.24
Buildings and building improvements	27,885,114.36	0.00	27,885,114.36	29,306,519.05	0.00	29,306,519.05
Equipment	341,385.88	164,144.00	505,529.88	349,562.36	190,237.02	539,799.38
Total	<u>\$ 39,615,658.75</u>	<u>\$ 164,144.00</u>	<u>\$ 39,779,802.75</u>	<u>\$ 41,124,663.65</u>	<u>\$ 190,237.02</u>	<u>\$ 41,314,900.67</u>

## Long-Term Obligations

At year-end, the District had \$44,395,000.00 in general obligation bonds outstanding, a decrease of \$1,625,000.00 from last year and \$107,270.52 in obligations under capital leases.

The District also had a \$66,290.88 liability for compensated absences allocated to governmental activities. This liability represents the District's contractual obligation to compensate employees for accumulated unused sick leave entitlements upon retirement.

Table 7 summarizes long-term obligations.

**Table 7**  
**Long-Term Obligations**  
**At June 30, 2012 and 2011**

	2012			2011		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Addition to school building - 1987	\$ 105,000.00	\$ 0.00	\$ 105,000.00	\$ 215,000.00	\$ 0.00	\$ 215,000.00
Construction of new elementary school and addition to Walter H. Hill School	0.00	0.00	0.00	180,000.00	0.00	180,000.00
Refunding bonds - 2005	2,830,000.00	0.00	2,830,000.00	3,105,000.00	0.00	3,105,000.00
New elementary school project	8,750,000.00	0.00	8,750,000.00	9,045,000.00	0.00	9,045,000.00
New elementary school project	20,065,000.00	0.00	20,065,000.00	20,730,000.00	0.00	20,730,000.00
Refunding bonds - 2010	12,645,000.00	0.00	12,645,000.00	12,745,000.00	0.00	12,745,000.00
Obligations under capital leases	107,270.52	0.00	107,270.52	0.00	0.00	0.00
Compensated absences	66,290.88	0.00	66,290.88	76,566.06	0.00	76,566.06
Total	<u>\$ 44,568,561.40</u>	<u>\$ 0.00</u>	<u>\$ 44,568,561.40</u>	<u>\$ 46,096,566.06</u>	<u>\$ 0.00</u>	<u>\$ 46,096,566.06</u>

## **Current Financial Issues and Concerns**

- The Swedesboro-Woolwich Consolidated School District is financially stable. The District is proud of its community support of the public schools. A concern that remains in the forefront of the minds of the Administration and the Board of Education surrounds the increased reliance on local property taxes due to flat funding by the State. Senate Bill S-1701 signed by Governor McGreevey in June 2004 applies further restrictions on school funding and decreased the District's available free balance for future needs by 50%. The District's administration is still evaluating the effects of this sweeping legislation on future district budgets.
- The Swedesboro-Woolwich Consolidated School District's budget for 2012-13 was approved by the voters.
- The Board of Education negotiated with the Swedesboro-Woolwich Education Association a three year contract in April of 2012. Both parties agreed to a three year contract that began June of 2012 and runs through 2015.
- The District routinely monitors the rules and regulations of the No Child Left Behind and IDEA-B federal legislation to assess and ensure financial compliance.
- The District expects continued growth in enrollment over the next five years. This is due to the continued, constant development of residential homes planned in both Swedesboro Borough and Woolwich Township. However, the economic impact to the communities will continue as well. The establishment of water and sewer for both commercial and residential facilities is a priority to the community as well as the Board of Education in planning for its next school project. The Board, as a result of meetings with members of the Swedesboro and Woolwich municipalities, completed the development of its long range facility plan (2005-13).

In conclusion, the Swedesboro-Woolwich Consolidated School District has committed itself to financial excellence. The District plans to continue its sound fiscal management to meet the challenges of the future.

## **Requests for Information**

This financial report is designed to provide a general overview of the Swedesboro-Woolwich Consolidated School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Business Administrator, Swedesboro-Woolwich Consolidated School District, 15 Fredrick Boulevard, Woolwich Township, NJ 08085.

***Basic Financial Statements***

***District-Wide Financial Statements***

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Net Assets**  
**June 30, 2012**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 2,337,304.58	\$ 144,078.16	\$ 2,481,382.74
Receivables, net	40,588.55	132,170.32	172,758.87
Inventory	0.00	13,665.19	13,665.19
Restricted assets:			
Cash and cash equivalents	1,173,144.43	0.00	1,173,144.43
Capital reserve account - cash	9,075.52	0.00	9,075.52
Capital assets:			
Non-depreciable	10,472,909.00	0.00	10,472,909.00
Assets net of depreciation	29,142,749.75	164,144.00	29,306,893.75
Total assets	43,175,771.83	454,057.67	43,629,829.50
<b>LIABILITIES:</b>			
Accrued interest	716,114.64	0.00	716,114.64
Accounts payable	14,250.72	41,778.72	56,029.44
Deferred revenues and prepayments	7,374.69	15,904.87	23,279.56
Noncurrent liabilities:			
Due within one year	1,833,396.35	0.00	1,833,396.35
Due beyond one year	42,735,165.05	0.00	42,735,165.05
Total liabilities	45,306,301.44	57,683.59	45,363,985.03
<b>NET ASSETS:</b>			
Invested in capital assets, net of related debt	(4,886,611.77)	164,144.00	(4,722,467.77)
Restricted for:			
Capital projects	1,100,240.22	0.00	1,100,240.22
Debt service	48,240.82	0.00	48,240.82
Other purposes	1,395,393.56	0.00	1,395,393.56
Unrestricted	212,207.56	232,230.08	444,437.64
Total net assets	\$ (2,130,529.61)	\$ 396,374.08	\$ (1,734,155.53)

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2012**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue And Changes In Net Assets		
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
Instruction:							
Regular	\$ 8,583,361.90	\$ 0.00	\$ 672,174.93	\$ 0.00	\$ (7,911,186.97)	\$ 0.00	\$ (7,911,186.97)
Special education	3,379,435.63	0.00	303,393.92	0.00	(3,076,041.71)	0.00	(3,076,041.71)
Other instruction	1,440,282.18	0.00	312,488.07	0.00	(1,127,794.11)	0.00	(1,127,794.11)
Support services:							
Tuition	381,069.03	0.00	185,568.00	0.00	(195,501.03)	0.00	(195,501.03)
Student and instruction related services	2,276,265.95	0.00	238,230.64	0.00	(2,038,035.31)	0.00	(2,038,035.31)
General administration	571,133.12	0.00	19,021.88	0.00	(552,111.24)	0.00	(552,111.24)
School administrative services	676,860.91	0.00	53,261.26	0.00	(623,599.65)	0.00	(623,599.65)
Central services	230,840.47	0.00	11,413.13	0.00	(219,427.34)	0.00	(219,427.34)
Administrative information technology	241,743.77	0.00	11,413.13	0.00	(230,330.64)	0.00	(230,330.64)
Plant operations and maintenance	1,969,498.47	0.00	34,239.38	0.00	(1,935,259.09)	0.00	(1,935,259.09)
Pupil transportation	1,232,953.84	0.00	0.00	0.00	(1,232,953.84)	0.00	(1,232,953.84)
Interest on long-term debt	1,915,124.05	0.00	0.00	0.00	(1,915,124.05)	0.00	(1,915,124.05)
Unallocated depreciation	137,733.76	0.00	0.00	0.00	(137,733.76)	0.00	(137,733.76)
Total governmental activities	23,036,303.08	0.00	1,841,204.34	0.00	(21,195,098.74)	0.00	(21,195,098.74)
Business-type activities:							
Food service	487,788.12	349,490.80	139,999.17	0.00	0.00	1,701.85	1,701.85
Enterprise funds	318,515.83	371,303.98	0.00	0.00	0.00	52,788.15	52,788.15
Total business-type activities	806,303.95	720,794.78	139,999.17	0.00	0.00	54,490.00	54,490.00
Total primary government	\$ 23,842,607.03	\$ 720,794.78	\$ 1,981,203.51	\$ 0.00	(21,195,098.74)	54,490.00	(21,140,608.74)
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net					12,827,192.00	0.00	12,827,192.00
Taxes levied for debt service					2,821,785.00	0.00	2,821,785.00
Federal and state aid not restricted					6,543,040.61	0.00	6,543,040.61
Investment earnings					11,565.26	406.53	11,971.79
Miscellaneous income					85,790.06	0.00	85,790.06
Fixed asset adjustments					(343,107.89)	0.00	(343,107.89)
Compensated absences					10,275.19	0.00	10,275.19
Transfers					11.17	(11.17)	0.00
					21,956,551.40	395.36	21,956,946.76
Change in net assets					761,452.66	54,885.36	816,338.02
Net assets - beginning					(2,891,982.27)	341,488.72	(2,550,493.55)
Net assets - ending					\$ (2,130,529.61)	\$ 396,374.08	\$ (1,734,155.53)

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

***Fund Financial Statements***

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2012

Table with 5 columns: General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Fund, Total Governmental Funds. Rows include ASSETS (Cash and cash equivalents, etc.), LIABILITIES AND FUND BALANCES (Liabilities: Accounts payable, etc.; Fund balances: Restricted for, Assigned, Unassigned), and Total liabilities and fund balances.

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 \$49,619,734.18 and the accumulated depreciation is \$10,004,075.43.
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 5)
Interest on long-term debt in the statement of activities is accrued, regardless of when due

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**June 30, 2012**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 12,827,192.00	\$ 0.00	\$ 0.00	\$ 2,821,785.00	\$ 15,648,977.00
Interest earned on capital reserve fund	27.01	0.00	0.00	0.00	27.01
Miscellaneous	83,718.57	9,867.16	3,753.75	0.00	97,339.48
Total local sources	12,910,937.58	9,867.16	3,753.75	2,821,785.00	15,746,343.49
State sources	7,132,355.13	0.00	0.00	684,762.00	7,817,117.13
Federal sources	151,222.82	415,905.00	0.00	0.00	567,127.82
<b>Total revenues</b>	<b>20,194,515.53</b>	<b>425,772.16</b>	<b>3,753.75</b>	<b>3,506,547.00</b>	<b>24,130,588.44</b>
<b>EXPENDITURES:</b>					
Current:					
Regular instruction	5,309,612.39	50,854.16	0.00	0.00	5,360,466.55
Special education instruction	2,427,209.48	0.00	0.00	0.00	2,427,209.48
Other instruction	440,984.48	0.00	0.00	0.00	440,984.48
Support services and undistributed costs:					
Tuition	195,501.03	185,568.00	0.00	0.00	381,069.03
Student and instruction related services	1,912,612.18	181,165.00	0.00	0.00	2,093,777.18
General administration	463,111.76	0.00	0.00	0.00	463,111.76
School administrative services	506,538.07	0.00	0.00	0.00	506,538.07
Central services	194,342.71	0.00	0.00	0.00	194,342.71
Administrative information technology	205,246.01	0.00	0.00	0.00	205,246.01
Plant operations and maintenance	1,842,824.41	0.00	0.00	0.00	1,842,824.41
Pupil transportation	1,232,953.84	0.00	0.00	0.00	1,232,953.84
Unallocated benefits	4,526,374.76	8,185.00	0.00	0.00	4,534,559.76
Debt service:					
Principal	0.00	0.00	0.00	1,625,000.00	1,625,000.00
Interest and other charges	0.00	0.00	0.00	1,881,546.26	1,881,546.26
Capital outlay	242,779.54	0.00	164,928.22	0.00	407,707.76
<b>Total expenditures</b>	<b>19,500,090.66</b>	<b>425,772.16</b>	<b>164,928.22</b>	<b>3,506,546.26</b>	<b>23,597,337.30</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>694,424.87</b>	<b>0.00</b>	<b>(161,174.47)</b>	<b>0.74</b>	<b>533,251.14</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Capital leases (non-budgeted)	182,706.54	0.00	0.00	0.00	182,706.54
Transfers in	0.00	0.00	0.00	3,753.75	3,753.75
Transfers out	0.00	0.00	(3,753.75)	0.00	(3,753.75)
<b>Total other financing sources (uses)</b>	<b>182,706.54</b>	<b>0.00</b>	<b>(3,753.75)</b>	<b>3,753.75</b>	<b>182,706.54</b>
<b>Net change in fund balances</b>	<b>877,131.41</b>	<b>0.00</b>	<b>(164,928.22)</b>	<b>3,754.49</b>	<b>715,957.68</b>
<b>Fund balance - July 1</b>	<b>1,521,984.86</b>	<b>0.00</b>	<b>1,256,058.80</b>	<b>44,486.33</b>	<b>2,822,529.99</b>
<b>Fund balance - June 30</b>	<b>\$ 2,399,116.27</b>	<b>\$ 0.00</b>	<b>\$ 1,091,130.58</b>	<b>\$ 48,240.82</b>	<b>\$ 3,538,487.67</b>

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances of Governmental Funds**  
**For the Fiscal Year Ended June 30, 2012**

Total net change in fund balances - governmental funds (from B-2)	\$	715,957.68
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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	\$ (1,473,531.77)		
Capital outlays	186,506.54		
Adjustments	<u>(221,979.67)</u>		(1,509,004.90)

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.

Bond principal	1,625,000.00		
Capital leases	<u>75,436.02</u>		1,700,436.02

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the amount exceeds the earned amount the difference is an addition to the reconciliation (+).

10,275.19

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

Capital lease proceeds			(182,706.54)
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In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds interest is reported when due. The accrued interest is an addition in the reconciliation

26,495.21

Change in net assets of governmental activities	\$	<u><u>761,452.66</u></u>
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The accompanying notes to financial statements are an integral part of this statement.

**SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2012**

Business-Type Activities - Enterprise Funds

	Food Service	Enrichment	Drama Club	Music Lessons	Pay-to-Play	Camp	Totals
<b>ASSETS:</b>							
Current assets:							
Cash	\$ 99,022.15	\$ 39,437.05	\$ 106.37	\$ 0.00	\$ 261.77	\$ 5,250.82	\$ 144,078.16
Accounts receivable:							
Federal	15,734.36	0.00	0.00	0.00	0.00	0.00	15,734.36
State	858.59	0.00	0.00	0.00	0.00	0.00	858.59
Other	3,020.32	15,322.20	0.00	0.00	0.00	0.00	18,342.52
Interfund	97,424.91	0.00	0.00	0.00	0.00	0.00	97,424.91
Inventories	13,665.19	0.00	0.00	0.00	0.00	0.00	13,665.19
Total current assets	<u>229,725.52</u>	<u>54,759.25</u>	<u>106.37</u>	<u>0.00</u>	<u>261.77</u>	<u>5,250.82</u>	<u>290,103.73</u>
Noncurrent assets:							
Equipment	387,591.00	0.00	0.00	0.00	0.00	0.00	387,591.00
Accumulated depreciation	(223,447.00)	0.00	0.00	0.00	0.00	0.00	(223,447.00)
Total noncurrent assets	<u>164,144.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>164,144.00</u>
Total assets	<u>\$ 393,869.52</u>	<u>\$ 54,759.25</u>	<u>\$ 106.37</u>	<u>\$ 0.00</u>	<u>\$ 261.77</u>	<u>\$ 5,250.82</u>	<u>\$ 454,247.73</u>
<b>LIABILITIES:</b>							
Current liabilities:							
Accounts payable	\$ 41,778.72	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 41,778.72
Prepaid lunches	8,504.87	0.00	0.00	0.00	0.00	0.00	8,504.87
Deferred revenue	0.00	7,400.00	0.00	0.00	0.00	0.00	7,400.00
Interfund accounts payable	0.00	178.89	0.00	0.00	11.17	0.00	190.06
Total current liabilities	<u>50,283.59</u>	<u>7,578.89</u>	<u>0.00</u>	<u>0.00</u>	<u>11.17</u>	<u>0.00</u>	<u>57,873.65</u>
Total liabilities	<u>50,283.59</u>	<u>7,578.89</u>	<u>0.00</u>	<u>0.00</u>	<u>11.17</u>	<u>0.00</u>	<u>57,873.65</u>
<b>NET ASSETS</b>							
Invested in capital assets net of related debt	164,144.00	0.00	0.00	0.00	0.00	0.00	164,144.00
Unreserved net assets	179,441.93	47,180.36	106.37	0.00	250.60	5,250.82	232,230.08
Total net assets	<u>\$ 343,585.93</u>	<u>\$ 47,180.36</u>	<u>\$ 106.37</u>	<u>\$ 0.00</u>	<u>\$ 250.60</u>	<u>\$ 5,250.82</u>	<u>\$ 396,374.08</u>

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2012**

	Business-Type Activities - Enterprise Funds						Totals
	Food Service	Enrichment	Drama Club	Music Lessons	Pay-to-Play	Camp	
<b>OPERATING REVENUES:</b>							
Charges for services:							
Daily sales-reimbursable programs:							
School lunch program	\$ 240,075.59	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 240,075.59
Daily sales non-reimbursable programs	103,226.83	0.00	0.00	0.00	0.00	0.00	103,226.83
Special functions and miscellaneous	6,188.38	0.00	0.00	0.00	0.00	0.00	6,188.38
Program fees	0.00	338,747.26	11,586.72	2,125.00	13,525.00	5,320.00	371,303.98
<b>Total operating revenues</b>	<b>349,490.80</b>	<b>338,747.26</b>	<b>11,586.72</b>	<b>2,125.00</b>	<b>13,525.00</b>	<b>5,320.00</b>	<b>720,794.78</b>
<b>OPERATING EXPENSES:</b>							
Salaries and benefits	208,952.17	228,289.01	7,899.53	2,125.00	13,274.40	0.00	460,540.11
Management fee	22,103.04	0.00	0.00	0.00	0.00	0.00	22,103.04
Cost of sales	219,853.99	0.00	0.00	0.00	0.00	0.00	219,853.99
Depreciation	24,086.06	0.00	0.00	0.00	0.00	0.00	24,086.06
Other professional services	0.00	0.00	2,020.00	0.00	0.00	0.00	2,020.00
Supplies and materials	0.00	1,050.72	1,560.82	0.00	0.00	69.18	2,680.72
Transportation	0.00	62,109.33	0.00	0.00	0.00	0.00	62,109.33
Disposal of assets	2,006.96	0.00	0.00	0.00	0.00	0.00	2,006.96
Miscellaneous	10,785.90	117.84	0.00	0.00	0.00	0.00	10,903.74
<b>Total operating expenses</b>	<b>487,788.12</b>	<b>291,566.90</b>	<b>11,480.35</b>	<b>2,125.00</b>	<b>13,274.40</b>	<b>69.18</b>	<b>806,303.95</b>
<b>Operating income (loss)</b>	<b>(138,297.32)</b>	<b>47,180.36</b>	<b>106.37</b>	<b>0.00</b>	<b>250.60</b>	<b>5,250.82</b>	<b>(85,509.17)</b>
<b>Nonoperating revenues (expenses):</b>							
State sources:							
State school lunch program	5,807.43	0.00	0.00	0.00	0.00	0.00	5,807.43
Federal sources:							
National school lunch program	105,051.12	0.00	0.00	0.00	0.00	0.00	105,051.12
Food distribution program	29,140.62	0.00	0.00	0.00	0.00	0.00	29,140.62
Interest on investments	395.36	0.00	0.00	0.00	11.17	0.00	406.53
<b>Total nonoperating revenues (expenses)</b>	<b>140,394.53</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>11.17</b>	<b>0.00</b>	<b>140,405.70</b>
<b>Income (loss) before contributions and transfers</b>	<b>2,097.21</b>	<b>47,180.36</b>	<b>106.37</b>	<b>0.00</b>	<b>261.77</b>	<b>5,250.82</b>	<b>54,896.53</b>
Transfers in (out)	0.00	0.00	0.00	0.00	(11.17)	0.00	(11.17)
<b>Change in net assets</b>	<b>2,097.21</b>	<b>47,180.36</b>	<b>106.37</b>	<b>0.00</b>	<b>250.60</b>	<b>5,250.82</b>	<b>54,885.36</b>
<b>Total net assets - beginning</b>	<b>341,488.72</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>341,488.72</b>
<b>Total net assets - ending</b>	<b>\$ 343,585.93</b>	<b>\$ 47,180.36</b>	<b>\$ 106.37</b>	<b>\$ 0.00</b>	<b>\$ 250.60</b>	<b>\$ 5,250.82</b>	<b>\$ 396,374.08</b>

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2012**

	Business-Type Activities - Enterprise Funds						Totals
	Food Service	Enrichment	Drama Club	Music Lessons	Pay-to-Play	Camp	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>							
Receipts from customers	\$ 347,209.66	\$ 331,003.95	\$ 11,586.72	\$ 2,125.00	\$ 13,525.00	\$ 5,320.00	\$ 710,770.33
Payments to suppliers	(454,683.19)	(291,566.90)	(11,480.35)	(2,125.00)	(13,274.40)	(69.18)	(773,199.02)
Net cash provided by (used for) operating activities	(107,473.53)	39,437.05	106.37	0.00	250.60	5,250.82	(62,428.69)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>							
State sources	6,308.65	0.00	0.00	0.00	0.00	0.00	6,308.65
Federal sources	110,101.94	0.00	0.00	0.00	0.00	0.00	110,101.94
Net cash provided by (used for) noncapital financing activities	116,410.59	0.00	0.00	0.00	0.00	0.00	116,410.59
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>							
Gain/loss on disposal of fixed assets	2,006.96	0.00	0.00	0.00	0.00	0.00	2,006.96
Net cash provided by (used for) noncapital financing activities	2,006.96	0.00	0.00	0.00	0.00	0.00	2,006.96
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>							
Interest on investments	395.36	0.00	0.00	0.00	11.17	0.00	406.53
Net cash provided by (used for) investing activities	395.36	0.00	0.00	0.00	11.17	0.00	406.53
Net increase (decrease) in cash and cash equivalents	11,339.38	39,437.05	106.37	0.00	261.77	5,250.82	56,395.39
Balances - beginning of year	87,682.77	0.00	0.00	0.00	0.00	0.00	87,682.77
Balances - end of year	\$ 99,022.15	\$ 39,437.05	\$ 106.37	\$ 0.00	\$ 261.77	\$ 5,250.82	\$ 144,078.16
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>							
Operating income (loss)	\$ (138,297.32)	\$ 47,180.36	\$ 106.37	\$ 0.00	\$ 250.60	\$ 5,250.82	\$ (85,509.17)
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:							
Depreciation	24,086.06	0.00	0.00	0.00	0.00	0.00	24,086.06
Food distribution program	29,140.62	0.00	0.00	0.00	0.00	0.00	29,140.62
Change in assets and liabilities:							
(Increase)/decrease in accounts receivable, net	(64,618.06)	(15,322.20)	0.00	0.00	0.00	0.00	(79,940.26)
(Increase)/decrease in inventory	704.66	0.00	0.00	0.00	0.00	0.00	704.66
Increase/(decrease) in accounts payable	41,778.72	178.89	0.00	0.00	0.00	0.00	41,957.61
Increase/(decrease) in prepaid lunch fees	(268.21)	0.00	0.00	0.00	0.00	0.00	(268.21)
Increase/(decrease) in deferred revenues	0.00	7,400.00	0.00	0.00	0.00	0.00	7,400.00
Total adjustments	30,823.79	(7,743.31)	0.00	0.00	0.00	0.00	23,080.48
Net cash provided by (used for) operating activities	\$ (107,473.53)	\$ 39,437.05	\$ 106.37	\$ 0.00	\$ 250.60	\$ 5,250.82	\$ (62,428.69)

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**June 30, 2012**

	<u>Unemployment Compensation Trust Fund</u>	<u>Private Purpose Scholarship Fund</u>	<u>Agency Fund</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 73,169.70	\$ 221.92	\$ 100,895.16
Total assets	<u>73,169.70</u>	<u>221.92</u>	<u>\$ 100,895.16</u>
<b>LIABILITIES:</b>			
Payable to district	0.00	0.00	\$ 0.00
Payroll deductions and withholdings	2,940.92	0.00	82,791.33
Accrued salaries and benefits	0.00	0.00	741.87
Interfund accounts payable	0.00	0.00	1,020.20
Due to student groups	<u>0.00</u>	<u>0.00</u>	<u>16,341.76</u>
Total liabilities	<u>2,940.92</u>	<u>0.00</u>	<u>\$ 100,895.16</u>
<b>NET ASSETS:</b>			
Held in trust for unemployment claims and other purposes	<u>\$ 70,228.78</u>		
Reserved for scholarships		<u>\$ 221.92</u>	

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Statement of Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**June 30, 2012**

	Unemployment Compensation Trust Fund	Private Purpose Scholarship Fund	Total
<b>ADDITIONS:</b>			
Contributions:			
Plan member	\$ 26,412.82	\$ 0.00	\$ 26,412.82
Total contributions	<u>26,412.82</u>	<u>0.00</u>	<u>26,412.82</u>
Investment earnings:			
Interest	181.99	0.65	182.64
Net investment earnings	<u>181.99</u>	<u>0.65</u>	<u>182.64</u>
Total additions	<u>26,594.81</u>	<u>0.65</u>	<u>26,595.46</u>
<b>DEDUCTIONS:</b>			
Scholarship payments	0.00	50.00	50.00
Quarterly contributions reports	7,768.95	0.00	7,768.95
Unemployment claims	7,332.62	0.00	7,332.62
Total deductions	<u>15,101.57</u>	<u>50.00</u>	<u>15,151.57</u>
Change in net assets	11,493.24	(49.35)	11,443.89
Net assets - beginning of year	<u>58,735.54</u>	<u>271.27</u>	<u>59,006.81</u>
Net assets - end of year	<u>\$ 70,228.78</u>	<u>\$ 221.92</u>	<u>\$ 70,450.70</u>

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

***Notes To The Financial Statements***

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

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

The financial statements of the Board of Education (Board) of Swedesboro-Woolwich Consolidated School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

**A. Reporting Entity/Component Units**

The Swedesboro-Woolwich Consolidated School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the District functions independently through a Board of Education. The Board is comprised of 9 members elected to three-year terms. The purpose of the District is to educate students in grades K - 6. The District had an approximate enrollment at June 30, 2012 of 1,740 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 the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

GASB Statement No. 14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. The District has determined that there are no component units.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental 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. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**C. Fund Accounting**

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds 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. Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn is divided into separate "fund types" as follows:

*Governmental Funds*

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

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

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

**Special Revenue Fund** - The special revenue fund is used to account for the proceeds of specific revenue from state and federal government (other than major capital projects, debt service, or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes.

**Capital Projects Fund** - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**C. Fund Accounting (Concluded)**

*Proprietary Funds*

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

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

The District's enterprise funds are comprised of the food service fund, the childcare enrichment fund, the drama club, music lessons, pay to play programs, and camp funds.

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 - 5-20 years

*Fiduciary Funds*

**Trust and Agency Funds** - The trust and agency funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

**Expendable Trust Fund** - An expendable trust fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both the principal and interest may be spent. Expendable trust funds include unemployment compensation insurance and scholarship funds.

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**D. Measurement Focus**

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the statement of net assets.

For the fund financial statements, all governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation, with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

**E. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting.

For fund financial statements, all governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds, like the government-wide financial statements, use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue and the presentation of expenses versus expenditures.

**Recognition of Revenue** - Revenue resulting from exchange transactions, which are defined as transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. For the governmental fund financial statements, which are prepared on the modified accrual basis, however, such revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days after fiscal year end.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**E. Basis of Accounting (Concluded)**

Revenue resulting from non-exchange transactions, which are defined as transactions in which the District receives value without directly giving equal value in return, includes Ad Valorem (property) taxes, grants, entitlements, and donations. Ad Valorem (property) taxes are susceptible to accrual. As under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of the restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. Restricted formula aids, if any, are recorded in the special revenue fund in accordance with The Audit Program promulgated by the New Jersey Department of Education, which requires that these grants be realized in an amount equal to program expenditures.

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

**Expenses/Expenditures** - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as deferred revenue. The measurement focus of governmental fund financial statements is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**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 for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year. The Board of Education did not make any material supplemental budgetary appropriations during the fiscal year.

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 two June state aid payments 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.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**F. Budgets/Budgetary Control (Concluded)**

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, Exhibit C-2, and Exhibit I-3 includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting, as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule, to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances - governmental funds. Note that the District does not report encumbrances outstanding at fiscal year end as expenditures in the general fund since the general fund budget follows the modified accrual basis of accounting, with the exception of the revenue recognition policy for the one or more June state aid payments.

**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. Encumbrances are a component of fund balance at fiscal year end as they do not constitute expenditures or liabilities, but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

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

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

**H. Cash, Cash Equivalents, and Investments**

Cash and cash equivalents include petty cash, change funds, cash in banks, and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased at stated at cost. All other investments are stated at fair value.

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

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

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

**H. Cash, Cash Equivalents, and Investments (Concluded)**

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**

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

**J. Tuition Payable**

Tuition charges for the fiscal years 2011-12 and 2010-11 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**K. Inventories**

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

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

Inventories recorded on the government-wide financial statements and in the proprietary fund types are recorded as expenses when consumed rather than when purchased.

**L. Prepaid Expenses**

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2012.

In the governmental fund financial statements, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (non-allocation method). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

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

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods and services rendered to/from a particular fund in the District and that are due within one year. These amounts are eliminated in the government-wide financial statements, except for the net residual amounts due between governmental and business-type activities, which are presented as interfunds receivable and/or interfunds payable on the statement of net assets.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**N. Capital Assets**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and the proprietary fund statement of net assets.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The District maintains a capitalization threshold of \$2,000.00. The District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

- Land and improvements - 10-20 years (governmental activities)
- Buildings and improvements - 20-50 years (governmental activities)
- Furniture and equipment - 5-10 years (governmental activities)  
- 5-20 years (business-type activities)

**O. 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 recorded for in the period in which such services are rendered or in which such events take place.

The entire compensated absence liability is reported on the government-wide financial statements.

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

**P. Deferred Revenue**

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

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

**Q. Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner, and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the governmental fund financial statements when due.

**R. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

The District applies restricted resources when an expense is incurred for purchases for which both restricted and unrestricted net assets are available.

**S. Fund Balance**

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

*Nonspendable*

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

*Restricted*

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

*Committed*

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concluded)**

**S. Fund Balance (Concluded)**

*Assigned*

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

*Unassigned*

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

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

**T. Operating and Non-Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are tuition for the school age child care program.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

**U. Interfund Activity**

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

**V. Use of Estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 2 - CASH AND CASH EQUIVALENTS**

*Custodial Credit Risk Related to Deposits*

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits might not be recovered. Although the District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, athletic and student activity funds, or funds that may pass to the District relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized in the schedule below.

As of June 30, 2012, the District's bank balances of \$4,611,497.94 were exposed to custodial credit risk as follows:

Insurance	\$ 250,000.00
Uninsured and collateralized with securities held by pledging financial institutions	<u>4,361,497.94</u>
	<u>\$ 4,611,497.94</u>

**NOTE 3 - CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the Swedesboro-Woolwich Board of Education by inclusion of funds in the original 1991-92 annual capital budget, which was certified for taxes and for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. A 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 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 (July 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the excess approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2011	\$ 9,082.63
Interest earnings	<u>27.01</u>
Ending balance, June 30, 2012	<u>\$ 9,109.64</u>

As of the date of this report, the June 30, 2012 LRFP balance of local support costs of uncompleted capital projects is unavailable.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 4 - ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2012 consisted of accounts (fees) and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year-end for the District's individual major and fiduciary funds, in the aggregate are as follows:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Enterprise Fund</u>	<u>Total</u>
State	\$ 136,803.20	\$ -	\$ 858.59	\$ 137,661.79
Federal	-	-	15,734.36	15,734.36
Other	<u>-. </u>	<u>-. </u>	<u>18,342.52</u>	<u>18,342.52</u>
Total	<u>\$ 136,803.20</u>	<u>\$ -. </u>	<u>\$ 34,935.47</u>	<u>\$ 171,738.67</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 5 - CAPITAL ASSETS**

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

	Balance as of June 30, 2011	Additions	Disposals	Adjustments	Balance as of June 30, 2012
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 10,472,909.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 10,472,909.00
Construction in progress	0.00	0.00	0.00	0.00	0.00
Total capital assets, not being depreciated	<u>10,472,909.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>10,472,909.00</u>
Capital assets, being depreciated:					
Site and site improvements	1,527,092.00	3,800.00	0.00	0.00	1,530,892.00
Buildings and building improvements	36,418,793.00	0.00	0.00	0.00	36,418,793.00
Machinery and equipment	1,113,594.08	182,706.54	0.00	(99,160.44)	1,197,140.18
Total at historical cost	<u>39,059,479.08</u>	<u>186,506.54</u>	<u>0.00</u>	<u>(99,160.44)</u>	<u>39,146,825.18</u>
Less accumulated depreciation:					
Site and site improvements	(531,418.76)	(76,596.83)	0.00	(6,626.90)	(614,642.49)
Buildings and building improvements	(7,112,273.95)	(1,312,065.86)	0.00	(109,338.83)	(8,533,678.64)
Machinery and equipment	(764,031.72)	(84,869.08)	0.00	(6,853.50)	(855,754.30)
Total accumulated depreciation	<u>(8,407,724.43)</u>	<u>(1,473,531.77)</u>	<u>0.00</u>	<u>(122,819.23)</u>	<u>(10,004,075.43)</u>
Total capital assets, being depreciated, net	<u>30,651,754.65</u>	<u>(1,287,025.23)</u>	<u>0.00</u>	<u>(221,979.67)</u>	<u>29,142,749.75</u>
Governmental activities capital assets, net	<u>\$ 41,124,663.65</u>	<u>\$ (1,287,025.23)</u>	<u>\$ 0.00</u>	<u>\$ (221,979.67)</u>	<u>\$ 39,615,658.75</u>
Business-type activities:					
Capital assets, being depreciated:					
Machinery and equipment	\$ 387,591.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 387,591.00
Less accumulated depreciation	(197,353.98)	(24,086.06)	2,006.96	0.00	(223,447.00)
Business-type activities capital assets, net	<u>\$ 190,237.02</u>	<u>\$ (24,086.06)</u>	<u>\$ 2,006.96</u>	<u>\$ 0.00</u>	<u>\$ 164,144.00</u>

Depreciation expense in the amount of \$1,473,531.77 was charged to governmental functions as follows:

Instruction	\$ 1,271,425.44
General administration	47,191.77
Plant operations and maintenance	17,180.80
Unallocated	<u>137,733.76</u>
Total depreciation expense	<u>\$ 1,473,531.77</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 6 - GENERAL LONG-TERM DEBT**

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

	Principal Outstanding June 30, 2011	Additions	Reductions	Principal Outstanding June 30, 2011	Amounts Due Within One Year
Compensated absences payable	\$ 76,566.06	\$ 0.00	\$ 10,275.18	\$ 66,290.88	\$ 3,154.15
Leas obligations payable	0.00	182,706.54	75,436.02	107,270.52	45,242.20
Bonds payable	46,020,000.00	0.00	1,625,000.00	44,395,000.00	1,785,000.00
<b>Total</b>	<b>\$ 46,096,566.06</b>	<b>\$ 182,706.54</b>	<b>\$ 1,710,711.20</b>	<b>\$ 44,568,561.40</b>	<b>\$ 1,833,396.35</b>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 6 - GENERAL LONG-TERM DEBT (Continued)**

**A. Bonds Payable**

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

On November 1, 1987, the District issued \$2,820,000.00 in general obligation bonds at 8.85% for the addition to the school building. The final maturity of the bonds in 2012. On August 15, 2002, the District issued \$13,609,000.00 in general obligation bonds for the construction of a new elementary school and the addition to the Walter H. Hill School. The bonds carry interest rates ranging from 4.60% to 4.70% and mature in 2028. On May 15, 2005, the District issued \$4,295,000.00 in refunding bonds with interest rates ranging from 3.25% to 4.00% and mature in 2020. On July 15, 2006, the District issued \$9,900,000.00 in general obligation bonds for a new school project. The bonds carry interest rates ranging from 4.00% to 4.60% and mature in 2031. On November 29, 2007, the District issued \$21,975,000.00 in general obligation bonds for a new school project. The bonds carry interest rates ranging from 4.00% to 5.00% and mature in 2031. On October 7, 2010, the District issued \$12,875,000.00 in refunding bonds with interest rates ranging from 2.50% to 4.00% and mature in 2028.

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

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 1,785,000.00	\$ 1,809,877.51	\$ 3,594,877.51
2014	1,795,000.00	1,742,931.26	3,537,931.26
2015	1,835,000.00	1,670,631.26	3,505,631.26
2016	1,905,000.00	1,596,731.26	3,501,731.26
2017	2,200,000.00	1,519,856.26	3,719,856.26
2018-2022	11,180,000.00	6,388,687.56	17,568,687.56
2023-2027	13,520,000.00	4,059,271.30	17,579,271.30
2028-2031	<u>10,175,000.00</u>	<u>1,154,131.26</u>	<u>11,329,131.26</u>
	<u>\$44,395,000.00</u>	<u>\$19,942,117.67</u>	<u>\$64,337,117.67</u>

**B. Bonds Authorized But Not Issued**

As of June 30, 2012, the Board did not have any authorized but not issued bonds.

**C. Compensated Absences**

Compensated absences will be paid from the fund from which the employees' salaries are paid.

**D. Interest Expense**

No interest expense was capitalized during the fiscal year ending June 30, 2012. Interest expense totaling \$1,881,546.26 was paid by the debt service fund for the fiscal year ending June 30, 2012.

**E. Bond Anticipation Note Payable**

At June 30, 2012, the District had no bond anticipation notes payable.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 6 - GENERAL LONG-TERM DEBT (Concluded)**

**F. Capital Leases Payable**

As of June 30, 2012, the District had two capital leases outstanding, one for the purchase of computers and the other for a phone system. The computer capital lease has an original amount of \$106,308.06 and the phone system capital lease has an original amount of \$83,546.10.

The following is a schedule of the future minimum lease payments under these leases and present value of the net minimum lease payments at June 30, 2012:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 45,242.20	\$ 4,709.14	\$ 49,951.34
2014	47,512.86	2,438.48	49,951.34
2015	<u>14,515.46</u>	<u>-.</u>	<u>14,515.46</u>
	<u>\$ 107,270.52</u>	<u>\$ 7,147.62</u>	<u>\$ 114,418.14</u>

**NOTE 7 - OPERATING LEASES**

The District has commitments to lease copiers under operating leases. Total operating lease expenditures for the year ended June 30, 2012 were \$47,140.22. Future minimum lease payments are as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2013	\$ 37,572.64
2014	<u>12,944.73</u>
Total future minimum lease payments	<u>\$ 50,517.37</u>

**NOTE 8 - PENSION PLANS**

**Description of Plans**

Substantially all of the District's employees participate in one of the following pension plans which have been established by state statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), or the Defined Contribution Retirement Program (DCRP). The TPAF and PERS are defined benefit pension plans while the DCRP is a defined contribution pension plan. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, Post Office Box 295, Trenton, New Jersey 08625-0295.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 - PENSION PLANS (Continued)**

*Teachers' Pension and Annuity Fund (TPAF)*

The Teachers' Pension and Annuity Fund is a cost-sharing contributory defined benefit pension plan which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

The contribution requirements of plan members are determined by State statute. In accordance with Chapters 113, 114 and 115, P.L. 1997, plan members enrolled in the TPAF were required to contribute 5% of their annual covered salary. Effective July 1, 2007, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. For employees who were enrolled in the retirement system prior to July 1, 2007, the increase was effective with the payroll period that began immediately after July 1, 2007. Pursuant to the provisions of Chapter 78, P.L. 2011, effective October 1, 2011, the active member contribution rate was increased to 6.5%. An additional 1.0% increase will be phased-in over seven years beginning on July 1, 2012. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the District and all other related non-contributing employers. No normal or accrued liability contribution by the District has been required over the several preceding fiscal years.

*Public Employees' Retirement System (PERS)*

The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the PERS were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008. Pursuant to the provisions of Chapter 78, P.L. 2011, effective October 1, 2011 the active member contribution rate was increased to 6.5%. An additional 1.0% increase will be phased-in over seven years beginning on July 1, 2012. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The District is billed annually for its normal contribution plus any accrued liability.

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 8 - PENSION PLANS (Concluded)**

The District's contributions to the PERS, equal to the required contribution for each fiscal year, were as follows:

Fiscal Year	Normal Contribution	Accrued Liability	Non- Contributory Life
2012	\$ 53,361.00	\$ 106,722.00	\$ 10,199.00
2011	57,591.00	91,768.00	11,344.00
2010	47,142.00	60,571.00	14,937.00
	Total Liability	Paid By District	
2012	\$ 170,282.00	\$ 170,282.00	
2011	160,703.00	160,703.00	
2010	122,650.00	122,650.00	

*Defined Contribution Retirement Program (DCRP)*

The Defined Contribution Retirement Program is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The employee contributions along with the District's contribution of 3% for each pay are transmitted to Prudential Financial.

The District's contributions to the DCRP were as follows:

Fiscal Year	Total Liability	Paid By District
2012	\$ 4,330.99	\$ 4,330.99
2011	1,487.59	1,487.59
2010	-	-

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 9 - POST-RETIREMENT BENEFITS**

P.L. 1987, c. 384 and P.L. 1990, c. 6 required TPAF and 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 receiving post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c. 62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c. 126, which provides free health benefits to member 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 - ON-BEHALF PAYMENTS**

For the fiscal year ended June 30, 2012, the District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement costs related to TPAF. The amounts recognized as revenues and expenditures for normal costs and post-retirement costs were \$260,964.00 and \$524,607.00, respectively.

**NOTE 11 - 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 polices. In the event of termination, an employee is reimbursed for accumulated vacation at their current rate of pay. Payment for accumulated sick days is available to employees only when they reach the statutory retirement requirements and have 15 years of service with the District. Accumulated sick days are paid for certified and noncertified employees according to the following schedule with a maximum payment of \$8,000.00:

1. Ten (10) dollars per day for the first 50 days
2. Twenty (20) dollars per day for the next 50 days
3. Fifty (50) dollars per day for the next 50 days
4. Hundred (100) dollars per day for days in excess of 150 days

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

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.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 12 - DEFERRED COMPENSATION**

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

**NOTE 13 - RISK MANAGEMENT**

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

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

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2011-2012	\$ 181.99	\$ 26,412.82	\$ 15,101.57	\$ 70,228.78
2010-2011	316.26	25,519.61	43,494.52	58,735.54
2009-2010	340.85	27,936.50	7,771.45	76,394.19

**NOTE 14 - INTERFUND RECEIVABLES AND PAYABLES**

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
<b>General fund:</b>		
Capital projects fund	\$ 5,638.99	\$ -
Debt service fund	13,924.35	-
Enterprise fund	190.06	97,424.91
Trust and agency fund	1,020.20	-
<b>Capital projects fund:</b>		
General fund	-	5,638.99
Debt service fund	-	20,124.46
<b>Debt service fund:</b>		
General fund	-	13,924.35
Capital projects fund	20,124.46	-
<b>Enterprise fund:</b>		
General fund	97,424.91	190.06
<b>Trust and agency fund:</b>		
General fund	-	1,020.20
<b>Total</b>	<b>\$ 138,322.97</b>	<b>\$ 138,322.97</b>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 14 - INTERFUND RECEIVABLES AND PAYABLES (Concluded)**

All interfunds were created as a result of short-term borrowings to cover cash flow needs in the various funds, as well as 2012's interest earnings. These interfunds are expected to be liquidated within the next fiscal cycle. The fund financial interfunds were eliminated in the governmental-wide statements.

**NOTE 15 - INVENTORY**

Inventory in the food service fund at June 30, 2012, consisted of the following:

Food	\$	4,277.64
Supplies		2,545.86
Commodities		<u>6,841.69</u>
		<u>\$ 13,665.19</u>

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

**NOTE 16 - FUND BALANCE APPROPRIATED**

The District has classified its fund balances with the following hierarchy:

*Nonspendable*

The District does not have any nonspendable funds.

*Spendable*

The District has classified the spendable fund balances as Restricted, Assigned, and Unassigned and considered each to have been spent when expenditures are incurred. The District currently has no funds classified as Committed.

*Restricted*

Capital reserve - As of June 30, 2012, the balance in the capital reserve account is \$9,109.64 which is restricted for future capital outlay expenditures for capital projects in the District's approved Long Range Facilities Plan.

Maintenance reserve - As of June 30, 2012, the balance in the maintenance reserve account is \$600,000.00. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) N.J.S.A. 18A:7G-9 as amended by P.L. 2004, c. 73 (s1701).

Excess surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance as of June 30, 2012 is \$1,395,393.56. Of this, \$432,398.38 of excess fund balance, which was generated during 2010-11, has been restricted and designated for utilization in the 2012-13 budget.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012**

**NOTE 16 - FUND BALANCE APPROPRIATED (Concluded)**

Capital project fund - On March 12, 2002, the District issued \$13,609,000.00 of general obligation bonds pursuant to: (i) Chapter 24 of Title 18A of the New Jersey statutes, as amended and supplemented ("School Bond Law") and (ii) a resolution adopted by the Board. The Bonds were authorized by a proposal adopted by the Board and approved by the voters of the District. The bond issuance was approved by the voters for the building of the Governor Stratton Elementary School and addition and renovations to Walter H. Hill School. As of June 30, 2012, the restricted fund balance amount was \$3,910.78. On December 13, 2005, the District issued \$31,875,000.00 of general obligation bonds pursuant to: (i) Chapter 24 of Title 18A of the New Jersey statutes, as amended and supplemented ("School Bond Law") and (ii) a resolution adopted by the Board. The bonds were authorized by a proposal adopted by the Board and approved by the voters of the District. The bond issuance was approved by the voters for the construction of Charles G. Harker School. As of June 30, 2012, the restricted fund balance amount was \$1,087,219.80. The total of these two projects is \$1,091,130.58.

*Assigned*

Designated by the Board of Education for subsequent year's expenditures - The District has appropriated and included as anticipated revenue for the fiscal year ending June 30, 2013 \$399,999.62 of general fund balance at June 30, 2012.

Other purposes - As of June 30, 2012, the District had \$27,071.46 of encumbrances outstanding for purchase orders and contracts signed by the District, but not completed, as of the close of the fiscal year.

*Unassigned*

This is the remainder of the District's equity in the governmental fund types. The total balance is \$15,782.81 as of June 30, 2012. This is comprised of (\$32,458.01) in the general fund and \$48,240.82 in the debt service fund.

**NOTE 17 - DEFICIT FUND BALANCES**

The District has a deficit fund balance of \$32,458.01 in the General Fund as of June 30, 2012 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires the recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district can not recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing differences of recording the June state aid payments, the general and special revenue fund balance deficit does not alone indicate that the District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District's deficit in the GAAP funds statements of (\$32,458.01) is less than the last June aid payments.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 18 - CALCULATION OF EXCESS SURPLUS**

The designation for reserved fund balance - excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund 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 \$962,995.18. The excess fund balance at June 30, 2011 was \$432,398.38.

**NOTE 19 - CONTINGENT LIABILITIES**

The Board is not involved in any claims or lawsuits incidental to its operations that will, in the opinion of the administration and legal counsel, have a material adverse effect on the financial position of the District.

**NOTE 20 - SUBSEQUENT EVENTS**

Subsequent events were evaluated through November 30, 2012, the date which the financial statements were available to be issued.

***Required Supplementary Information - Part II***



**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 12,827,192.00	\$ 0.00	\$ 12,827,192.00	\$ 12,827,192.00	\$ 0.00
Interest earned on capital reserve fund	45.00	0.00	45.00	27.01	(17.99)
Miscellaneous	25,770.00	16,091.67	41,861.67	83,718.57	41,856.90
Total local sources	<u>12,853,007.00</u>	<u>16,091.67</u>	<u>12,869,098.67</u>	<u>12,910,937.58</u>	<u>41,838.91</u>
State sources:					
Equalization aid	4,328,380.00	0.00	4,328,380.00	4,328,380.00	0.00
Categorical special education aid	952,076.00	0.00	952,076.00	952,076.00	0.00
Transportation aid	0.00	0.00	0.00	105,365.00	105,365.00
Categorical security aid	60,254.00	0.00	60,254.00	141,958.00	81,704.00
Extraordinary aid	85,000.00	0.00	85,000.00	206,259.00	121,259.00
Other state aids	0.00	6,876.00	6,876.00	20,182.95	13,306.95
On-behalf T.P.A.F. pension contributions (non-budgeted)	0.00	0.00	0.00	260,964.00	260,964.00
On-behalf TPAF - Post retirement medical (non-budgeted)	0.00	0.00	0.00	524,607.00	524,607.00
Reimbursed T.P.A.F. social security contributions (non-budgeted)	0.00	0.00	0.00	629,861.18	629,861.18
Total state sources	<u>5,425,710.00</u>	<u>6,876.00</u>	<u>5,432,586.00</u>	<u>7,169,653.13</u>	<u>1,737,067.13</u>
Federal sources:					
Education jobs fund	151,000.00	222.82	151,222.82	151,222.82	0.00
Total federal sources	<u>151,000.00</u>	<u>222.82</u>	<u>151,222.82</u>	<u>151,222.82</u>	<u>0.00</u>
Total revenues	<u>18,429,717.00</u>	<u>23,190.49</u>	<u>18,452,907.49</u>	<u>20,231,813.53</u>	<u>1,778,906.04</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
EXPENDITURES:					
CURRENT EXPENSE:					
Regular programs - instruction:					
Salaries of teachers:					
Preschool	\$ 50,656.00	\$ 0.00	\$ 50,656.00	\$ 50,382.18	\$ 273.82
Kindergarten	666,430.00	(32,000.00)	634,430.00	627,417.42	7,012.58
Grades 1-5	3,577,807.00	(41,498.00)	3,536,309.00	3,532,516.83	3,792.17
Grades 6-8	641,385.00	12,498.00	653,883.00	653,881.76	1.24
Regular programs - home instruction:					
Salaries of teachers	2,600.00	0.00	2,600.00	0.00	2,600.00
Purchased professional/educational services	7,800.00	0.00	7,800.00	0.00	7,800.00
Regular programs - undistributed instruction:					
Other salaries for instruction	18,017.00	72,000.00	90,017.00	89,097.89	919.11
Purchased professional/educational services	40,448.00	32,000.00	72,448.00	68,121.67	4,326.33
Purchased technical services	1,352.00	0.00	1,352.00	550.00	802.00
Other purchased services	0.00	42,851.74	42,851.74	42,851.74	0.00
General supplies	294,205.00	(33,795.82)	260,409.18	235,858.85	24,550.33
Textbooks	2,000.00	0.00	2,000.00	2,000.00	0.00
Other objects	8,500.00	0.00	8,500.00	6,934.05	1,565.95
Total regular programs	<u>5,311,200.00</u>	<u>52,055.92</u>	<u>5,363,255.92</u>	<u>5,309,612.39</u>	<u>53,643.53</u>
Special education - instruction:					
Learning and/or language disabilities:					
Salaries of teachers	439,453.00	19,355.00	458,808.00	458,807.27	0.73
Other salaries for instruction	93,755.00	0.00	93,755.00	93,316.74	438.26
General supplies	11,000.00	0.00	11,000.00	8,298.84	2,701.16
Textbooks	4,720.00	0.00	4,720.00	4,720.00	0.00
Other objects	1,000.00	0.00	1,000.00	0.00	1,000.00
Total learning and/or language disabilities	<u>549,928.00</u>	<u>19,355.00</u>	<u>569,283.00</u>	<u>565,142.85</u>	<u>4,140.15</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final To Actual
Multiple disabilities:					
Salaries of teachers	\$ 100,512.00	\$ 0.00	\$ 100,512.00	\$ 100,512.00	\$ 0.00
Other salaries for instruction	33,663.00	0.00	33,663.00	33,663.00	0.00
General supplies	5,350.00	0.00	5,350.00	3,268.40	2,081.60
Other objects	125.00	0.00	125.00	0.00	125.00
Total multiple disabilities	<u>139,650.00</u>	<u>0.00</u>	<u>139,650.00</u>	<u>137,443.40</u>	<u>2,206.60</u>
Resource room/resource center:					
Salaries of teachers	1,166,286.00	(4,731.00)	1,161,555.00	1,159,025.83	2,529.17
Other salaries for instruction	225,399.00	4,731.00	230,130.00	230,129.64	0.36
General supplies	13,500.00	0.00	13,500.00	11,061.10	2,438.90
Textbooks	4,000.00	0.00	4,000.00	4,000.00	0.00
Other objects	1,500.00	0.00	1,500.00	0.00	1,500.00
Total resource room/resource center	<u>1,410,685.00</u>	<u>0.00</u>	<u>1,410,685.00</u>	<u>1,404,216.57</u>	<u>6,468.43</u>
Preschool disabilities - part-time:					
Salaries of teachers	217,724.00	0.00	217,724.00	217,162.32	561.68
Other salaries for instruction	103,972.00	0.00	103,972.00	97,096.65	6,875.35
General supplies	7,250.00	0.00	7,250.00	6,147.69	1,102.31
Other objects	1,250.00	0.00	1,250.00	0.00	1,250.00
Total preschool disabilities - part-time	<u>330,196.00</u>	<u>0.00</u>	<u>330,196.00</u>	<u>320,406.66</u>	<u>9,789.34</u>
Total special education - instruction	<u>2,430,459.00</u>	<u>19,355.00</u>	<u>2,449,814.00</u>	<u>2,427,209.48</u>	<u>22,604.52</u>
Basic skills/remedial - instruction:					
Salaries of teachers	454,658.00	0.00	454,658.00	375,399.45	79,258.55
Total basic skills/remedial - instruction	<u>454,658.00</u>	<u>0.00</u>	<u>454,658.00</u>	<u>375,399.45</u>	<u>79,258.55</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Bilingual education - instruction:					
Salaries of teachers	\$ 25,978.00	\$ 0.00	\$ 25,978.00	\$ 25,978.00	\$ 0.00
General supplies	400.00	0.00	400.00	0.00	400.00
Total bilingual education - instruction	<u>26,378.00</u>	<u>0.00</u>	<u>26,378.00</u>	<u>25,978.00</u>	<u>400.00</u>
School sponsored cocurricular activities instruction:					
Salaries	10,800.00	27,798.93	38,598.93	36,107.03	2,491.90
Supplies and materials	2,750.00	0.00	2,750.00	0.00	2,750.00
Total school sponsored cocurricular activities - instruction	<u>13,550.00</u>	<u>27,798.93</u>	<u>41,348.93</u>	<u>36,107.03</u>	<u>5,241.90</u>
Community service programs - operations:					
Salaries	2,810.00	0.00	2,810.00	0.00	2,810.00
Purchased services	3,500.00	0.00	3,500.00	3,500.00	0.00
Supplies and materials	400.00	0.00	400.00	0.00	400.00
Other objects	500.00	0.00	500.00	0.00	500.00
Total community service programs - operations	<u>7,210.00</u>	<u>0.00</u>	<u>7,210.00</u>	<u>3,500.00</u>	<u>3,710.00</u>
Total instruction	<u>8,243,455.00</u>	<u>99,209.85</u>	<u>8,342,664.85</u>	<u>8,177,806.35</u>	<u>164,858.50</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Undistributed expenditures:					
Instruction:					
Tuition to other LEA's within the state - regular	\$ 29,000.00	\$ 0.00	\$ 29,000.00	\$ 20,898.47	\$ 8,101.53
Tuition to county special services and regional day schools	170,218.00	0.00	170,218.00	123,927.42	46,290.58
Tuition to private schools for the handicapped - special within the state	326,924.00	(23,667.00)	303,257.00	0.00	303,257.00
Tuition - other	58,000.00	0.00	58,000.00	50,675.14	7,324.86
Total instruction	<u>584,142.00</u>	<u>(23,667.00)</u>	<u>560,475.00</u>	<u>195,501.03</u>	<u>364,973.97</u>
Attendance:					
Supplies and materials	200.00	0.00	200.00	200.00	0.00
Total attendance	<u>200.00</u>	<u>0.00</u>	<u>200.00</u>	<u>200.00</u>	<u>0.00</u>
Health services:					
Salaries	229,955.00	0.00	229,955.00	229,407.36	547.64
Purchased professional and technical services	9,500.00	0.00	9,500.00	5,975.00	3,525.00
Other purchased services	300.00	0.00	300.00	30.00	270.00
Supplies and materials	5,675.00	0.00	5,675.00	4,291.38	1,383.62
Other objects	3,660.00	0.00	3,660.00	930.00	2,730.00
Total health services	<u>249,090.00</u>	<u>0.00</u>	<u>249,090.00</u>	<u>240,633.74</u>	<u>8,456.26</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Speech, OT, PT and related services:					
Salaries	\$ 141,439.00	\$ 0.00	\$ 141,439.00	\$ 140,330.08	\$ 1,108.92
Purchased professional educational services	673,700.00	350.00	674,050.00	631,453.11	42,596.89
Supplies and materials	8,575.00	168.66	8,743.66	8,743.66	0.00
Other objects	1,000.00	0.00	1,000.00	0.00	1,000.00
Total speech, OT, PT and related services	<u>824,714.00</u>	<u>518.66</u>	<u>825,232.66</u>	<u>780,526.85</u>	<u>44,705.81</u>
Guidance:					
Salaries of other professional staff	79,861.00	0.00	79,861.00	79,861.00	0.00
Other salaries	94,950.00	0.00	94,950.00	86,897.63	8,052.37
Supplies and materials	4,925.00	0.00	4,925.00	3,342.30	1,582.70
Total guidance	<u>179,736.00</u>	<u>0.00</u>	<u>179,736.00</u>	<u>170,100.93</u>	<u>9,635.07</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Child study teams:					
Salaries of other professional staff	\$ 99,135.00	\$ (350.00)	\$ 98,785.00	\$ 98,330.88	\$ 454.12
Salaries of secretarial and clerical assistants	65,275.00	350.00	65,625.00	65,592.92	32.08
Other salaries	341,125.00	(10,000.00)	331,125.00	327,283.73	3,841.27
Other purchased professional and technical services	36,870.00	10,000.00	46,870.00	28,904.97	17,965.03
Miscellaneous purchased services	200.00	0.00	200.00	0.00	200.00
Supplies and materials	10,000.00	0.00	10,000.00	9,262.39	737.61
Other objects	1,750.00	0.00	1,750.00	0.00	1,750.00
Total child study teams	<u>554,355.00</u>	<u>(0.00)</u>	<u>554,355.00</u>	<u>529,374.89</u>	<u>24,980.11</u>
Improvement of instructional services:					
Salaries of supervisor of instruction	<u>60,000.00</u>	<u>0.00</u>	<u>60,000.00</u>	<u>40,123.80</u>	<u>19,876.20</u>
Total improvement of instructional services	<u>60,000.00</u>	<u>0.00</u>	<u>60,000.00</u>	<u>40,123.80</u>	<u>19,876.20</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Educational media services/school library:					
Salaries	\$ 101,603.00	\$ 421.00	\$ 102,024.00	\$ 102,023.40	\$ 0.60
Purchased professional and technical services	8,214.00	(421.00)	7,793.00	281.00	7,512.00
Other purchased services	1,895.00	0.00	1,895.00	250.00	1,645.00
Supplies and materials	<u>12,170.00</u>	<u>0.00</u>	<u>12,170.00</u>	<u>5,583.04</u>	<u>6,586.96</u>
Total educational media services/school library	<u>123,882.00</u>	<u>0.00</u>	<u>123,882.00</u>	<u>108,137.44</u>	<u>15,744.56</u>
Training services - instructional staff:					
Purchased professional educational services	<u>77,000.00</u>	<u>0.00</u>	<u>77,000.00</u>	<u>43,514.53</u>	<u>33,485.47</u>
Total training services - instructional staff	<u>77,000.00</u>	<u>0.00</u>	<u>77,000.00</u>	<u>43,514.53</u>	<u>33,485.47</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Support services - general administration:					
Salaries	\$ 201,250.00	\$ 0.00	\$ 201,250.00	\$ 198,761.20	\$ 2,488.80
Legal services	13,520.00	0.00	13,520.00	12,659.00	861.00
Audit fees	21,000.00	0.00	21,000.00	17,650.00	3,350.00
Other purchased professional services	29,300.00	0.00	29,300.00	29,160.61	139.39
Purchased technical services	3,000.00	0.00	3,000.00	2,395.00	605.00
Communications/telephone	143,500.00	(18,000.00)	125,500.00	94,119.26	31,380.74
Other purchased services	119,500.00	0.00	119,500.00	93,102.48	26,397.52
General supplies	7,300.00	168.67	7,468.67	3,803.08	3,665.59
Judgments against the school district	1,500.00	0.00	1,500.00	0.00	1,500.00
Miscellaneous expenditures	18,120.00	0.00	18,120.00	11,461.13	6,658.87
Total support services - general administration	<u>557,990.00</u>	<u>(17,831.33)</u>	<u>540,158.67</u>	<u>463,111.76</u>	<u>77,046.91</u>
Support services - school administration:					
Salaries of principals/assistant principals	296,820.00	500.00	297,320.00	297,311.20	8.80
Salaries of secretarial and clerical assistants	165,823.00	27,500.00	193,323.00	192,668.70	654.30
Other purchased services	1,500.00	0.00	1,500.00	0.00	1,500.00
Supplies and materials	25,660.00	0.00	25,660.00	12,950.23	12,709.77
Other objects	15,170.00	(10,000.00)	5,170.00	3,607.94	1,562.06
Total support services - school administration	<u>504,973.00</u>	<u>18,000.00</u>	<u>522,973.00</u>	<u>506,538.07</u>	<u>16,434.93</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Central services:					
Salaries	\$ 183,735.00	\$ 0.00	\$ 183,735.00	\$ 182,103.74	\$ 1,631.26
Purchased professional services	4,800.00	0.00	4,800.00	0.00	4,800.00
Purchased technical services	5,000.00	0.00	5,000.00	0.00	5,000.00
Miscellaneous purchased services	2,500.00	0.00	2,500.00	799.14	1,700.86
Supplies and materials	10,900.00	183.43	11,083.43	7,620.78	3,462.65
Other objects	4,275.00	0.00	4,275.00	3,819.05	455.95
Total central services	<u>211,210.00</u>	<u>183.43</u>	<u>211,393.43</u>	<u>194,342.71</u>	<u>17,050.72</u>
Administration information technology:					
Salaries	171,809.00	0.00	171,809.00	171,137.76	671.24
Purchased technical services	22,000.00	0.00	22,000.00	17,330.00	4,670.00
Supplies and materials	17,000.00	757.46	17,757.46	16,474.25	1,283.21
Other objects	5,000.00	0.00	5,000.00	304.00	4,696.00
Total administration information technology	<u>215,809.00</u>	<u>757.46</u>	<u>216,566.46</u>	<u>205,246.01</u>	<u>11,320.45</u>
Required maintenance for school facilities:					
Salaries	285,845.00	222.82	286,067.82	281,566.60	4,501.22
Cleaning, repair, and maintenance services	394,954.00	6,968.95	401,922.95	363,537.40	38,385.55
General supplies	97,000.00	3,567.59	100,567.59	95,117.12	5,450.47
Other objects	10,000.00	415.00	10,415.00	9,463.04	951.96
Total required maintenance for school facilities	<u>787,799.00</u>	<u>11,174.36</u>	<u>798,973.36</u>	<u>749,684.16</u>	<u>49,289.20</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Custodial services:					
Salaries	\$ 58,211.00	\$ 0.00	\$ 58,211.00	\$ 58,210.80	\$ 0.20
Purchased professional and technical services	5,000.00	0.00	5,000.00	0.00	5,000.00
Cleaning, repair, and maintenance services	262,847.00	0.00	262,847.00	255,704.01	7,142.99
Other purchased property services	102,050.00	(3,050.00)	99,000.00	95,449.19	3,550.81
Insurance	165,103.00	3,050.00	168,153.00	168,110.16	42.84
Energy (natural gas)	87,255.00	1.00	87,256.00	53,208.35	34,047.65
Energy (electricity)	592,000.00	0.00	592,000.00	462,457.74	129,542.26
Other objects	2,500.00	0.00	2,500.00	0.00	2,500.00
Total custodial services	<u>1,274,966.00</u>	<u>1.00</u>	<u>1,274,967.00</u>	<u>1,093,140.25</u>	<u>181,826.75</u>
Student transportation services:					
Contracted services (other than between home and school) - vendors	5,000.00	0.00	5,000.00	5,000.00	0.00
Contracted services (between home and school) - joint agreements	1,146,000.00	(9,000.00)	1,137,000.00	1,003,893.75	133,106.25
Contracted services (special education) - joint agreements	350,176.00	0.00	350,176.00	185,363.82	164,812.18
Aid-in-lieu - nonpublic	40,000.00	0.00	40,000.00	38,696.27	1,303.73
Total student transportation services	<u>1,541,176.00</u>	<u>(9,000.00)</u>	<u>1,532,176.00</u>	<u>1,232,953.84</u>	<u>299,222.16</u>
Regular programs - instruction - employee benefits:					
Health benefits	1,339,549.00	(1,339,549.00)	0.00	0.00	0.00
Total regular programs - instruction	<u>1,339,549.00</u>	<u>(1,339,549.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Special programs - instruction - employee benefits:					
Health benefits	\$ 573,576.00	\$ (573,576.00)	\$ 0.00	\$ 0.00	\$ 0.00
Total special programs - instruction	<u>573,576.00</u>	<u>(573,576.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Community services programs/operations - employee benefits:					
Health benefits	607,315.00	(607,315.00)	0.00	0.00	0.00
Total community services programs/ operations	<u>607,315.00</u>	<u>(607,315.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Support services - general administration - employee benefits:					
Health benefits	362,202.00	(362,202.00)	0.00	0.00	0.00
Total support services - general administration	<u>362,202.00</u>	<u>(362,202.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Unallocated benefits:					
Social security contributions	170,000.00	0.00	170,000.00	155,623.09	14,376.91
Other retirement contributions	179,150.00	0.00	179,150.00	175,681.65	3,468.35
Unemployment compensation	34,050.00	0.00	34,050.00	615.91	33,434.09
Health benefits	32,760.00	2,821,110.72	2,853,870.72	2,779,021.93	74,848.79
Total unallocated benefits	<u>415,960.00</u>	<u>2,821,110.72</u>	<u>3,237,070.72</u>	<u>3,110,942.58</u>	<u>126,128.14</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
On-behalf T.P.A.F. pension contributions (non-budgeted)	\$ 0.00	\$ 0.00	\$ 0.00	\$ 260,964.00	\$ (260,964.00)
On-behalf TPAF - Post retirement medical (non-budgeted)	0.00	0.00	0.00	524,607.00	(524,607.00)
Reimbursed T.P.A.F. social security contributions (non-budgeted)	0.00	0.00	0.00	629,861.18	(629,861.18)
<b>Total undistributed expenditures</b>	<u>11,045,644.00</u>	<u>(81,394.70)</u>	<u>10,964,249.30</u>	<u>11,079,504.77</u>	<u>(115,255.47)</u>
<b>Total expenditures - current expense</b>	<u>19,289,099.00</u>	<u>17,815.15</u>	<u>19,306,914.15</u>	<u>19,257,311.12</u>	<u>49,603.03</u>
<b>CAPITAL OUTLAY:</b>					
Interest deposit to capital reserve	45.00	0.00	45.00	0.00	45.00
Equipment:					
Undistributed expenditures:					
Instruction	5,000.00	(4,995.00)	5.00	0.00	5.00
Care and upkeep of grounds	2,500.00	(2,495.00)	5.00	0.00	5.00
<b>Total equipment</b>	<u>7,545.00</u>	<u>(7,490.00)</u>	<u>55.00</u>	<u>0.00</u>	<u>55.00</u>
Facilities acquisition and construction services:					
Construction services	0.00	16,490.00	16,490.00	0.00	16,490.00
Other objects	60,073.00	0.00	60,073.00	60,073.00	0.00
<b>Total facilities acquisition and construction services</b>	<u>60,073.00</u>	<u>16,490.00</u>	<u>76,563.00</u>	<u>60,073.00</u>	<u>16,490.00</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Assets acquired under capital lease (non- budgeted):					
Instruction	\$ 0.00	\$ 0.00	\$ 0.00	\$ 99,160.44	\$ (99,160.44)
General administration	0.00	0.00	0.00	83,546.10	(83,546.10)
Total assets acquired under capital lease (non-budgeted)	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>182,706.54</u>	<u>(182,706.54)</u>
-70- Total capital outlay	<u>67,618.00</u>	<u>9,000.00</u>	<u>76,618.00</u>	<u>242,779.54</u>	<u>(166,161.54)</u>
Total expenditures	<u>19,356,717.00</u>	<u>26,815.15</u>	<u>19,383,532.15</u>	<u>19,500,090.66</u>	<u>(116,558.51)</u>
Excess (deficiency) of revenues over (under) expenditures	(927,000.00)	(3,624.66)	(930,624.66)	731,722.87	1,662,347.53
Other financing sources (uses):					
Capital leases (non-budgeted)	0.00	0.00	0.00	182,706.54	182,706.54
Total other financing sources (uses)	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>182,706.54</u>	<u>182,706.54</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(927,000.00)	(3,624.66)	(930,624.66)	914,429.41	1,845,054.07
Fund balances - July 1	<u>2,009,749.86</u>	<u>-</u>	<u>2,009,749.86</u>	<u>2,009,749.86</u>	<u>-</u>
Fund balances - June 30	<u>\$ 1,082,749.86</u>	<u>\$ (3,624.66)</u>	<u>\$ 1,079,125.20</u>	<u>\$ 2,924,179.27</u>	<u>\$ 1,845,054.07</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Recapitulation:					
Restricted fund balance:					
Capital reserve				\$ 9,109.64	
Maintenance reserve				600,000.00	
Excess surplus - designated for subsequent year's expenditures				432,398.38	
Excess surplus - current year				962,995.18	
Assigned fund balance:					
Designated for subsequent year's expenditures				399,999.62	
Year-end encumbrances				27,071.46	
Unassigned fund balance				<u>492,604.99</u>	
				2,924,179.27	
Reconciliation to governmental funds statements (GAAP):					
Last two state aid payments not recognized on GAAP basis				<u>(525,063.00)</u>	
				<u>\$ 2,399,116.27</u>	
				<u>\$ 2,399,116.27</u>	

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2012**

	Original Budget	Budget Transfers	Final Budget	Actual (Budgetary Basis)	Variance Final To Actual
<b>REVENUES:</b>					
Federal sources	\$ 340,972.00	\$ 75,111.00	\$ 416,083.00	\$ 415,905.00	\$ (178.00)
Local sources	0.00	17,252.81	17,252.81	9,867.16	(7,385.65)
<b>Total revenues</b>	<b>340,972.00</b>	<b>92,363.81</b>	<b>433,335.81</b>	<b>425,772.16</b>	<b>(7,563.65)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of teachers	50,000.00	(10,261.00)	39,739.00	39,739.00	0.00
Purchased educational services	30,000.00	(28,752.00)	1,248.00	1,248.00	0.00
Cleaning, repair and maintenance services	0.00	3,000.00	3,000.00	2,818.00	182.00
General supplies	0.00	14,252.81	14,252.81	7,049.16	7,203.65
<b>Total instruction</b>	<b>80,000.00</b>	<b>(21,760.19)</b>	<b>58,239.81</b>	<b>50,854.16</b>	<b>7,385.65</b>
Support services:					
Salaries	0.00	11,750.00	11,750.00	11,750.00	0.00
Employee benefits	0.00	8,363.00	8,363.00	8,185.00	178.00
Other purchased services	260,972.00	(91,557.00)	169,415.00	169,415.00	0.00
Tuition	0.00	185,568.00	185,568.00	185,568.00	0.00
<b>Total support services</b>	<b>260,972.00</b>	<b>114,124.00</b>	<b>375,096.00</b>	<b>374,918.00</b>	<b>178.00</b>
<b>Total expenditures</b>	<b>340,972.00</b>	<b>92,363.81</b>	<b>433,335.81</b>	<b>425,772.16</b>	<b>7,563.65</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>

***Notes To The Required Supplementary Information***

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Note To Required Supplementary Information**  
**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
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 20,231,813.53	\$ 425,772.16
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized	0.00	0.00
State aid payment recognized for budgetary purposes, not recognized for GAAP statements:		
2010-11	487,765.00	0.00
2011-12	(525,063.00)	0.00
	\$ 20,194,515.53	\$ 425,772.16
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$ 20,194,515.53	\$ 425,772.16
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 19,500,090.66	\$ 425,772.16
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	0.00	0.00
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$ 19,500,090.66	\$ 425,772.16

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Education Jobs Fund Supplementary Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
REVENUES:					
Federal sources:					
Education jobs fund	\$ 151,000.00	\$ 222.82	\$ 151,222.82	\$ 151,222.82	\$ 0.00
Total federal sources	<u>151,000.00</u>	<u>222.82</u>	<u>151,222.82</u>	<u>151,222.82</u>	<u>0.00</u>
 Total revenues	<u>151,000.00</u>	<u>222.82</u>	<u>151,222.82</u>	<u>151,222.82</u>	<u>0.00</u>
 EXPENDITURES:					
Education jobs fund:					
Required maintenance for school facilities:					
Salaries	151,000.00	222.82	151,222.82	151,222.82	0.00
Total education jobs fund	<u>151,000.00</u>	<u>222.82</u>	<u>151,222.82</u>	<u>151,222.82</u>	<u>0.00</u>
 Total expenditures	<u>151,000.00</u>	<u>222.82</u>	<u>151,222.82</u>	<u>151,222.82</u>	<u>0.00</u>
 Excess (deficiency) of revenues over (under) expenditures	0.00	0.00	0.00	0.00	0.00
 Fund balances - July 1	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
 Fund balances - June 30	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>



***Other Supplementary Information***

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Revenues and Expenditures**  
**Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2012**

	<u>Federal</u>	<u>Local</u>	<u>Total</u>
<b>REVENUES:</b>			
Federal sources	\$ 415,905.00	\$ 0.00	\$ 415,905.00
Local sources	0.00	9,867.16	9,867.16
<b>Total revenues</b>	<u>415,905.00</u>	<u>9,867.16</u>	<u>425,772.16</u>
<b>EXPENDITURES:</b>			
Instruction:			
Salaries of teachers	39,739.00	0.00	39,739.00
Purchased educational services	1,248.00	0.00	1,248.00
Cleaning, repair and maintenance services	0.00	2,818.00	2,818.00
General supplies	0.00	7,049.16	7,049.16
<b>Total instruction</b>	<u>40,987.00</u>	<u>9,867.16</u>	<u>50,854.16</u>
Support services:			
Salaries	11,750.00	0.00	11,750.00
Employee benefits	8,185.00	0.00	8,185.00
Other purchased services	169,415.00	0.00	169,415.00
Tuition	185,568.00	0.00	185,568.00
<b>Total support services</b>	<u>374,918.00</u>	<u>0.00</u>	<u>374,918.00</u>
<b>Total expenditures</b>	<u>415,905.00</u>	<u>9,867.16</u>	<u>425,772.16</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures - Federal
Budgetary Basis
For the Fiscal Year Ended June 30, 2012

Table with 5 columns: Title I, Title II Part A, I.D.E.A. - Part B Basic Regular Program, I.D.E.A. - Part B Preschool Regular Program, Total. Rows include REVENUES (Federal sources, Total revenues) and EXPENDITURES (Instruction: Salaries of teachers, Purchased educational services; Support services: Salaries, Employee benefits, Other purchased services, Tuition; Facilities acquisition and construction services: Instructional equipment; Total expenditures; Excess (deficiency) of revenues over (under) expenditures).

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Local**  
**Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2012**

	Ann Green Communications Grant	NJSBA Grant	Verizon Grant	Verizon Grant Carryover	Lowes Grant	Total
REVENUES:						
Local sources	\$ 1,034.87	\$ 2,818.00	\$ 750.00	\$ 750.00	\$ 4,514.29	\$ 9,867.16
Total revenues	<u>1,034.87</u>	<u>2,818.00</u>	<u>750.00</u>	<u>750.00</u>	<u>4,514.29</u>	<u>9,867.16</u>
EXPENDITURES:						
Instruction:						
Cleaning, repair and maintenance services	0.00	2,818.00	0.00	0.00	0.00	2,818.00
General supplies	1,034.87	0.00	750.00	750.00	4,514.29	7,049.16
Total instruction	<u>1,034.87</u>	<u>2,818.00</u>	<u>750.00</u>	<u>750.00</u>	<u>4,514.29</u>	<u>9,867.16</u>
Total expenditures	<u>1,034.87</u>	<u>2,818.00</u>	<u>750.00</u>	<u>750.00</u>	<u>4,514.29</u>	<u>9,867.16</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
 Capital Projects Fund  
 Summary Schedule of Project Expenditures  
 For the Fiscal Year Ended June 30, 2012**

Project Title	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures To Date		Unexpended Appropriations June 30, 2012
			Prior Year	Current Year	
Governor Stratton Elementary School and addition and renovations to Walter H. Hill School	3/12/02	\$ 23,137,843.00	\$ 23,133,932.22	\$ 0.00	\$ 3,910.78
Construction of Charles G. Harker School	12/13/05	<u>31,875,000.00</u>	<u>30,622,851.98</u>	<u>164,928.22</u>	<u>1,087,219.80</u>
		<u>\$ 55,012,843.00</u>	<u>\$ 53,756,784.20</u>	<u>\$ 164,928.22</u>	<u>\$ 1,091,130.58</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balance - Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2012**

## REVENUES AND OTHER FINANCING SOURCES:

Interest earnings	\$ 0.00
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Total revenues and other financing sources	0.00
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## EXPENDITURES AND OTHER FINANCING USES:

Purchased professional and technical services	14,917.22
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Equipment purchases	150,011.00
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Total expenditures and other financing uses	164,928.22
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Excess (deficiency) of revenues over (under) expenditures	\$ (164,928.22)
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**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Construction of Governor Stratton School and Addition and Renovations to Walter H. Hill School**  
**From Inception and for the Fiscal Year Ended June 30, 2012**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
State sources - SCC grant	\$ 9,528,166.00	\$ 0.00	\$ 9,528,166.00	\$ 9,528,166.00
Bond proceeds and transfers	13,609,677.00	0.00	13,609,677.00	13,609,677.00
<b>Total revenues and other financing sources</b>	<b>23,137,843.00</b>	<b>0.00</b>	<b>23,137,843.00</b>	<b>23,137,843.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased professional and technical services	342,034.55	0.00	342,034.55	0.00
Construction services	21,575,444.45	0.00	21,575,444.45	23,137,843.00
Equipment purchases	527,250.94	0.00	527,250.94	0.00
Transfers to debt service fund - principal due on outstanding bonds	654,773.68	0.00	654,773.68	0.00
Transfers to general fund to close account	34,428.60	0.00	34,428.60	0.00
<b>Total expenditures and other financing uses</b>	<b>23,133,932.22</b>	<b>0.00</b>	<b>23,133,932.22</b>	<b>23,137,843.00</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 3,910.78</b>	<b>\$ 0.00</b>	<b>\$ 3,910.78</b>	<b>\$ 0.00</b>

**ADDITIONAL PROJECT INFORMATION:**

Project number - New elementary school	5120-N01-02-0439
Project number - Walter Hill Elementary School (renovation and addition)	5120-060-02-0440
Grant date	Not Available
Bond authorization date	08/15/02
Bonds authorized	\$ 13,609,000.00
Bonds issued	\$ 13,609,000.00
Original authorized cost	\$ 23,137,843.00
Additional authorized cost	\$ 0.00
Revised authorized cost	\$ 23,137,843.00
Percentage increase over original authorized cost	0.00%
Percentage of completion	Not Available
Original target completion date	Not Available
Revised target completion date	Not Available

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis**  
**Construction of Charles G. Harker School**  
**From Inception and for the Fiscal Year Ended June 30, 2012**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 31,875,000.00	\$ 0.00	\$ 31,875,000.00	\$ 31,875,000.00
Total revenues and other financing sources	<u>31,875,000.00</u>	<u>0.00</u>	<u>31,875,000.00</u>	<u>31,875,000.00</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased professional and technical services	4,577,544.46	14,917.22	4,592,461.68	0.00
Construction services	24,531,562.29	0.00	24,531,562.29	31,875,000.00
Equipment purchases	984,480.89	150,011.00	1,134,491.89	0.00
Transfers to debt service fund - principal due on outstanding bonds	529,264.34	0.00	529,264.34	0.00
Total expenditures and other financing uses	<u>30,622,851.98</u>	<u>164,928.22</u>	<u>30,787,780.20</u>	<u>31,875,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,252,148.02</u>	<u>\$ (164,928.22)</u>	<u>\$ 1,087,219.80</u>	<u>\$ 0.00</u>
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project number	-			
Grant date	Not Available			
Bond authorization date	12/13/05			
Bonds authorized	\$ 31,875,000.00			
Bonds issued	\$ 31,875,000.00			
Original authorized cost	\$ 31,875,000.00			
Additional authorized cost	\$ 0.00			
Revised authorized cost	\$ 31,875,000.00			
Percentage increase over original authorized cost	0.00%			
Percentage of completion	Not Available			
Original target completion date	Not Available			
Revised target completion date	Not Available			

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Fiduciary Fund**  
**Combining Statement of Fiduciary Net Assets**  
**June 30, 2012**

	Expendable Trust		Agency		Total
	Unemployment Compensation Insurance Trust	Longacre Trust Fund	Payroll	Student Activity	
ASSETS:					
Cash and cash equivalents	\$ 73,169.70	\$ 221.92	\$ 83,578.07	\$ 17,317.09	\$ 174,286.78
Total assets	<u>\$ 73,169.70</u>	<u>\$ 221.92</u>	<u>\$ 83,578.07</u>	<u>\$ 17,317.09</u>	<u>\$ 174,286.78</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Payroll deductions and withholdings	\$ 2,940.92	\$ 0.00	\$ 82,791.33	\$ 0.00	\$ 85,732.25
Interfund accounts payable	0.00	0.00	44.87	975.33	1,020.20
Accrued salaries and benefits	0.00	0.00	741.87	0.00	741.87
Due to student groups	0.00	0.00	0.00	16,341.76	16,341.76
Total liabilities	<u>2,940.92</u>	<u>0.00</u>	<u>83,578.07</u>	<u>17,317.09</u>	<u>103,836.08</u>
Fund balances:					
Reserved	70,228.78	221.92	0.00	0.00	70,450.70
Total fund balances	<u>70,228.78</u>	<u>221.92</u>	<u>0.00</u>	<u>0.00</u>	<u>70,450.70</u>
Total liabilities and fund balances	<u>\$ 73,169.70</u>	<u>\$ 221.92</u>	<u>\$ 83,578.07</u>	<u>\$ 17,317.09</u>	<u>\$ 174,286.78</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Fiduciary Fund**  
**Combining Statement of Changes in Fiduciary Net Assets**  
**For the Fiscal Year Ended June 30, 2012**

	Unemployment Trust Fund	Longacre Trust Fund	Total
<b>OPERATING REVENUES:</b>			
Deduction from employees' salaries	\$ 26,412.82	\$ 0.00	\$ 26,412.82
Interest earned	181.99	0.65	182.64
Total operating revenues	<u>26,594.81</u>	<u>0.65</u>	<u>26,595.46</u>
<b>OPERATING EXPENSES:</b>			
Scholarship payments	0.00	50.00	50.00
Quarterly contribution reports	7,768.95	0.00	7,768.95
Unemployment claims	7,332.62	0.00	7,332.62
Total operating expenses	<u>15,101.57</u>	<u>50.00</u>	<u>15,151.57</u>
Operating income (loss)	11,493.24	(49.35)	11,443.89
Fund balances - July 1	<u>58,735.54</u>	<u>271.27</u>	<u>59,006.81</u>
Fund balances - June 30	<u>\$ 70,228.78</u>	<u>\$ 221.92</u>	<u>\$ 70,450.70</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Student Activity Agency Fund**  
**Schedule of Receipts and Disbursements**  
**For the Fiscal Year Ended June 30, 2012**

	Balance July 1, 2011	Cash Receipts	Cash Disbursements	Balance June 30, 2012
Elementary schools K - 5	\$ 17,549.45	\$ 57,927.78	\$ 62,808.34	\$ 12,668.89
Elementary schools 6th grade	5,661.25	32,736.45	33,749.50	4,648.20
Total all schools	<u>\$ 23,210.70</u>	<u>\$ 90,664.23</u>	<u>\$ 96,557.84</u>	<u>\$ 17,317.09</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Payroll Agency Fund**  
**Schedule of Receipts and Disbursement**  
**For the Fiscal Year Ended June 30, 2012**

	Balance July 1, 2011	Cash Receipts	Cash Disbursements	Balance June 30, 2012
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 67,012.40	\$ 11,541,818.88	\$ 11,525,253.21	\$ 83,578.07
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 67,012.40</u>	<u>\$ 11,541,818.88</u>	<u>\$ 11,525,253.21</u>	<u>\$ 83,578.07</u>
<b>LIABILITIES:</b>				
Payroll deductions and withholdings	\$ 67,004.37	\$ 4,521,022.24	\$ 4,505,235.28	\$ 82,791.33
Net payroll	0.00	7,018,757.97	7,018,757.97	0.00
Accrued salaries and benefits	0.00	741.87	0.00	741.87
Interfund accounts payable	8.03	1,296.80	1,259.96	44.87
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>\$ 67,012.40</u>	<u>\$ 11,541,818.88</u>	<u>\$ 11,525,253.21</u>	<u>\$ 83,578.07</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**General Long-Term Debt Account Group**  
**Statement of Serial Bonds**  
**June 30, 2012**

Issue	Date Of Issue	Amount Of Issue	Annual Maturities		Interest Rate	Balance July 1, 2011	Issued	Retired	Balance June 30, 2012
			Date	Amount					
Addition to school building	11/01/87	\$ 2,820,000.00	11/01/12	\$ 105,000.00	8.85%	\$ 215,000.00	\$ 0.00	\$ 110,000.00	\$ 105,000.00
Construction of new elementary school and addition to Walter H. Hill School	08/15/02	13,609,000.00	-	-	4.60%	180,000.00	0.00	180,000.00	0.00
Refunding bonds issued 2005	05/15/05	4,295,000.00	02/01/13	350,000.00	4.00%	3,105,000.00	0.00	275,000.00	2,830,000.00
			02/01/14	435,000.00	4.00%				
			02/01/15	440,000.00	4.00%				
			02/01/17	445,000.00	4.00%				
			02/01/18	440,000.00	4.00%				
			02/01/19	245,000.00	4.00%				
			02/01/20	240,000.00	4.00%				
			02/01/21	235,000.00	4.00%				
New school project	7/15/06	9,900,000.00	01/15/13-15	100,000.00	4.50%	9,045,000.00	0.00	295,000.00	8,750,000.00
			01/15/16	375,000.00	4.50%				
			01/15/19	195,000.00	4.50%				
			01/15/20	250,000.00	4.50%				
			01/15/21	390,000.00	4.50%				
			01/15/22	450,000.00	4.50%				
			01/15/23	510,000.00	4.50%				
			01/15/24	575,000.00	4.50%				
			01/15/25	640,000.00	4.50%				
			01/15/26	710,000.00	4.50%				
			01/15/27	785,000.00	4.50%				
			01/15/28	870,000.00	4.50%				
			01/15/29-30	900,000.00	4.50%				
			01/15/31	900,000.00	4.60%				

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
General Long-Term Debt Account Group  
Statement of Serial Bonds  
June 30, 2012

Issue	Date Of Issue	Amount Of Issue	Annual Maturities		Interest Rate	Balance July 1, 2011	Issued	Retired	Balance June 30, 2012							
			Date	Amount												
New school project	11/29/07	\$ 21,975,000.00	02/15/13	\$ 690,000.00	4.00%											
			02/15/14	720,000.00	4.00%											
			02/15/15	755,000.00	4.00%											
			02/15/16	785,000.00	4.00%											
			02/15/17	820,000.00	4.00%											
			02/15/18	860,000.00	4.125%											
			02/15/19	895,000.00	4.125%											
			02/15/20	935,000.00	4.125%											
			02/15/21	980,000.00	4.25%											
			02/15/22	1,020,000.00	4.30%											
			02/15/23	1,065,000.00	4.35%											
			02/15/24	1,115,000.00	4.50%											
			02/15/25	1,165,000.00	4.50%											
			02/15/26	1,220,000.00	4.50%											
			02/15/27	1,280,000.00	4.50%											
			02/15/28	1,340,000.00	4.50%											
			02/15/29	1,405,000.00	4.50%											
										02/15/30	1,470,000.00	5.00%				
			02/15/31	1,545,000.00	5.00%	\$ 20,730,000.00	\$ 0.00	\$ 665,000.00	\$ 20,065,000.00							
Refunding school bonds	10/7/10	12,875,000.00	02/15/13	540,000.00	3.00%											
			02/15/14-16	540,000.00	4.00%											
			02/15/17	840,000.00	4.00%											
			02/15/18	835,000.00	2.50%											
			02/15/19	825,000.00	2.50%											
			02/15/20	810,000.00	2.75%											
			02/15/21	945,000.00	3.00%											
			02/15/22	930,000.00	3.00%											
			02/15/23	915,000.00	3.25%											
			02/15/24	905,000.00	3.25%											
			02/15/25	890,000.00	3.25%											
			02/15/26	880,000.00	3.50%											
			02/15/27	865,000.00	3.50%											
										02/15/28	845,000.00	3.625%				
													12,745,000.00	0.00	100,000.00	12,645,000.00
						<u>\$ 46,020,000.00</u>	<u>\$ 0.00</u>	<u>\$ 1,625,000.00</u>	<u>\$ 44,395,000.00</u>							

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**General Long-Term Debt Account Group**  
**Statement of Obligation Under Capital Leases**  
**June 30, 2012**

Purpose	Date of Lease	Term of Lease	Amount of Original Lease		Interest Rate	Balance	Issued	Retired	Balance
			Principal	Interest		July 1, 2011			June 30, 2012
Phone system	04/20/12	3 Years	\$ 83,546.10	\$ -	0.00%	\$ 0.00	\$ 83,546.10	\$ 40,000.00	\$ 43,546.10
Dell computers	06/16/11	3 Years	99,160.44	7,147.62	5.71%	0.00	99,160.44	35,436.02	63,724.42
						<u>\$ 0.00</u>	<u>\$ 182,706.54</u>	<u>\$ 75,436.02</u>	<u>\$ 107,270.52</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2012**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final To Budget
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 2,821,785.00	\$ 0.00	\$ 2,821,785.00	\$ 2,821,785.00	\$ 0.00
Total local sources	<u>2,821,785.00</u>	<u>0.00</u>	<u>2,821,785.00</u>	<u>2,821,785.00</u>	<u>0.00</u>
State sources:					
Debt service aid type II	684,762.00	0.00	684,762.00	684,762.00	0.00
Total state sources	<u>684,762.00</u>	<u>0.00</u>	<u>684,762.00</u>	<u>684,762.00</u>	<u>0.00</u>
Total revenues	<u>3,506,547.00</u>	<u>0.00</u>	<u>3,506,547.00</u>	<u>3,506,547.00</u>	<u>0.00</u>
<b>EXPENDITURES:</b>					
Regular debt service:					
Interest	1,881,547.00	0.00	1,881,547.00	1,881,546.26	0.74
Redemption of principal	1,625,000.00	0.00	1,625,000.00	1,625,000.00	0.00
Total regular debt service	<u>3,506,547.00</u>	<u>0.00</u>	<u>3,506,547.00</u>	<u>3,506,546.26</u>	<u>0.74</u>
Total expenditures	<u>3,506,547.00</u>	<u>0.00</u>	<u>3,506,547.00</u>	<u>3,506,546.26</u>	<u>0.74</u>
Excess (deficiency) of revenues over (under) expenditures	0.00	0.00	0.00	0.74	(0.74)
<b>Other financing sources:</b>					
Operating transfers in:					
Interest earned in capital projects fund	0.00	0.00	0.00	3,753.75	(3,753.75)
Excess (deficiency) of revenues and other financing sources over (under) expenditures	0.00	0.00	0.00	3,754.49	(3,754.49)
Fund balance - July 1	<u>44,486.33</u>	<u>0.00</u>	<u>44,486.33</u>	<u>44,486.33</u>	<u>(32,061.35)</u>
Fund balance - June 30	<u>\$ 44,486.33</u>	<u>\$ 0.00</u>	<u>\$ 44,486.33</u>	<u>\$ 48,240.82</u>	<u>\$ (35,815.84)</u>

## **Statistical Section**

**Financial Trends** - These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.

**Revenue Capacity** - These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

**Debt Capacity** - These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

**Demographic and Economic Information** - These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

**Operating Information** - These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (CAFR) for the relevant year. The District implemented GASB Statement 34 in fiscal year ending June 30, 2003; schedules presenting district-wide information include information beginning in that year.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Net Assets By Component**  
**Last Nine Fiscal Years**  
*Accrual Basis of Accounting*

	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>Governmental activities:</b>									
Invested in capital assets, net of related debt	\$ (4,886,611.77)	\$ (4,895,336.35)	\$ 8,114,903.38	\$ 6,757,983.87	\$ 1,973,437.39	\$ 1,883,716.96	\$ 9,162,852.56	\$ 8,327,958.51	\$ 7,975,215.13
Restricted	2,543,874.60	1,849,755.15	1,973,560.44	3,595,545.01	8,239,995.18	9,059,339.12	2,904,273.06	4,457,278.35	4,464,860.90
Unrestricted	212,207.56	153,598.93	(276,220.10)	(104,434.74)	(389,022.26)	(151,623.88)	(41,817.67)	(132,175.59)	(435,786.82)
<b>Total governmental activities net assets</b>	<b>\$ (2,130,529.61)</b>	<b>\$ (2,891,982.27)</b>	<b>\$ 9,812,243.72</b>	<b>\$ 10,249,094.14</b>	<b>\$ 9,824,410.31</b>	<b>\$ 10,791,432.20</b>	<b>\$ 12,025,307.95</b>	<b>\$ 12,653,061.27</b>	<b>\$ 12,004,289.21</b>
<b>Business-type activities:</b>									
Invested in capital assets, net of related debt	\$ 164,144.00	\$ 190,237.02	\$ 148,587.58	\$ 167,850.81	\$ 187,497.28	\$ 200,473.33	\$ 225,257.32	\$ 241,623.89	\$ 258,483.81
Restricted	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unrestricted	232,230.08	151,251.70	137,659.91	110,816.81	164,761.73	143,231.84	76,793.68	50,849.63	27,149.28
<b>Total business-type activities net assets</b>	<b>\$ 396,374.08</b>	<b>\$ 341,488.72</b>	<b>\$ 286,247.49</b>	<b>\$ 278,667.62</b>	<b>\$ 352,259.01</b>	<b>\$ 343,705.17</b>	<b>\$ 302,051.00</b>	<b>\$ 292,473.52</b>	<b>\$ 285,633.09</b>
<b>District-wide activities:</b>									
Invested in capital assets, net of related debt	\$ (4,722,467.77)	\$ (4,705,099.33)	\$ 8,263,490.96	\$ 6,925,834.68	\$ 2,160,934.67	\$ 2,084,190.29	\$ 9,388,109.88	\$ 8,569,582.40	\$ 8,233,698.94
Restricted	2,543,874.60	1,849,755.15	1,973,560.44	3,595,545.01	8,239,995.18	9,059,339.12	2,904,273.06	4,457,278.35	4,464,860.90
Unrestricted	444,437.64	304,850.63	(138,560.19)	6,382.07	(224,260.53)	(8,392.04)	34,976.01	(81,325.96)	(408,637.54)
<b>Total district-wide activities net assets</b>	<b>\$ (1,734,155.53)</b>	<b>\$ (2,550,493.55)</b>	<b>\$ 10,098,491.21</b>	<b>\$ 10,527,761.76</b>	<b>\$ 10,176,669.32</b>	<b>\$ 11,135,137.37</b>	<b>\$ 12,327,358.95</b>	<b>\$ 12,945,534.79</b>	<b>\$ 12,289,922.30</b>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Changes In Net Assets**  
**Last Nine Fiscal Years**  
*Accrual Basis of Accounting*

	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>Expenses:</b>									
<b>Governmental activities:</b>									
<b>Instruction:</b>									
Regular	\$ 8,583,361.90	\$ 5,301,777.30	\$ 5,587,067.96	\$ 4,655,579.51	\$ 4,638,264.43	\$ 4,591,791.12	\$ 4,002,988.22	\$ 3,847,345.42	\$ 3,283,111.50
Special education	3,379,435.63	2,256,695.41	2,275,184.59	1,866,016.31	1,851,332.44	1,554,726.44	1,039,581.96	904,656.71	635,205.84
Other special education	1,440,282.18	0.00	0.00	0.00	0.00	62,679.00	154,979.05	0.00	0.00
Other instruction	0.00	326,702.10	454,513.72	420,391.04	158,572.09	0.00	0.00	69,326.21	42,752.84
<b>Support services:</b>									
Tuition	381,069.03	727,438.48	650,502.37	642,957.98	399,151.26	369,671.41	95,937.88	347,647.81	313,803.46
Student and instruction related services	2,276,265.95	2,080,980.66	1,998,322.69	1,887,454.34	1,547,718.45	1,320,064.02	1,386,902.96	1,347,184.35	1,018,770.30
General administration	571,133.12	463,837.32	563,885.67	470,329.06	477,009.32	435,218.46	344,486.60	355,272.17	573,017.91
School administrative services	676,860.91	508,505.59	548,340.54	520,107.00	463,045.79	440,125.94	402,455.90	384,093.54	256,344.19
Central services	230,840.47	189,614.69	187,066.29	179,060.71	177,375.68	161,054.83	152,866.36	166,110.55	0.00
Administrative information technology	241,743.77	202,724.68	195,849.17	191,740.28	188,758.18	189,255.92	118,403.59	98,651.07	0.00
Plant operations and maintenance	1,969,498.47	1,869,740.87	1,770,847.45	1,735,252.11	1,347,392.12	1,244,052.40	1,240,477.24	1,120,981.84	873,793.22
Pupil transportation	1,232,953.84	1,288,721.90	1,272,954.13	1,319,378.07	884,382.80	791,875.27	726,951.64	670,467.54	604,498.26
Unallocated benefits	0.00	4,032,392.73	4,072,609.09	3,649,703.67	3,528,756.01	3,076,552.07	2,264,351.42	1,863,489.75	1,610,922.54
Interest on long-term debt	1,915,124.05	1,948,984.01	2,134,114.04	2,232,260.62	2,144,343.40	841,701.33	863,014.82	759,545.62	1,633,190.95
Unallocated depreciation	137,733.76	1,350,454.46	448,180.37	454,260.66	459,622.06	462,059.05	472,465.43	344,044.70	329,031.92
<b>Total governmental activities expenses</b>	<u>23,036,303.08</u>	<u>22,548,570.20</u>	<u>22,159,438.08</u>	<u>20,224,491.36</u>	<u>18,265,724.03</u>	<u>15,540,827.26</u>	<u>13,265,863.07</u>	<u>12,278,817.28</u>	<u>11,174,442.93</u>
<b>Business-type activities:</b>									
Food services	806,303.95	545,103.53	524,108.35	512,556.98	446,587.30	392,860.49	384,387.41	316,343.93	273,547.44
<b>Total business-type activities expenses</b>	<u>806,303.95</u>	<u>545,103.53</u>	<u>524,108.35</u>	<u>512,556.98</u>	<u>446,587.30</u>	<u>392,860.49</u>	<u>384,387.41</u>	<u>316,343.93</u>	<u>273,547.44</u>
<b>Total district expenses</b>	<u>\$ 23,842,607.03</u>	<u>\$ 23,093,673.73</u>	<u>\$ 22,683,546.43</u>	<u>\$ 20,737,048.34</u>	<u>\$ 18,712,311.33</u>	<u>\$ 15,933,687.75</u>	<u>\$ 13,650,250.48</u>	<u>\$ 12,595,161.21</u>	<u>\$ 11,447,990.37</u>
<b>Revenues:</b>									
<b>Governmental activities:</b>									
Charges for services	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Operating grants and contributions	1,841,204.34	2,443,919.39	2,424,965.53	2,069,249.05	2,063,365.61	1,825,690.66	1,547,183.42	1,663,258.37	1,452,783.89
Capital grants and contributions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total governmental activities revenues</b>	<u>1,841,204.34</u>	<u>2,443,919.39</u>	<u>2,424,965.53</u>	<u>2,069,249.05</u>	<u>2,063,365.61</u>	<u>1,825,690.66</u>	<u>1,547,183.42</u>	<u>1,663,258.37</u>	<u>1,452,783.89</u>
<b>Business-type activities:</b>									
Charges for services:									
Food services	349,490.80	387,598.21	393,232.41	375,341.31	340,058.97	323,380.15	284,097.80	228,587.17	131,995.55
Enterprise funds	371,303.98	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Operating grants and contributions	139,999.17	134,655.55	137,910.39	112,333.09	101,094.02	86,915.97	84,867.09	69,597.19	293,179.73
<b>Total business-type activities revenues</b>	<u>860,793.95</u>	<u>522,253.76</u>	<u>531,142.80</u>	<u>487,674.40</u>	<u>441,152.99</u>	<u>410,296.12</u>	<u>368,964.89</u>	<u>298,184.36</u>	<u>425,175.28</u>
<b>Total district revenues</b>	<u>\$ 2,701,998.29</u>	<u>\$ 2,966,173.15</u>	<u>\$ 2,956,108.33</u>	<u>\$ 2,556,923.45</u>	<u>\$ 2,504,518.60</u>	<u>\$ 2,235,986.78</u>	<u>\$ 1,916,148.31</u>	<u>\$ 1,961,442.73</u>	<u>\$ 1,877,959.17</u>

SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
Changes In Net Assets  
Last Nine Fiscal Years  
Accrual Basis of Accounting

	2012	2011	2010	2009	2008	2007	2006	2005	2004
Net (expenses)/revenues:									
Governmental activities	\$ (21,195,098.74)	\$ (20,104,650.81)	\$ (19,734,472.55)	\$ (18,155,242.31)	\$ (16,202,358.42)	\$ (13,715,136.60)	\$ (11,718,679.65)	\$ (10,615,558.91)	\$ (9,721,659.04)
Business-type activities	54,490.00	(22,849.77)	7,034.45	(24,882.58)	(5,434.31)	17,435.63	(15,422.52)	(18,159.57)	151,627.84
Total district-wide net expenses	<u>\$ (21,140,608.74)</u>	<u>\$ (20,127,500.58)</u>	<u>\$ (19,727,438.10)</u>	<u>\$ (18,180,124.89)</u>	<u>\$ (16,207,792.73)</u>	<u>\$ (13,697,700.97)</u>	<u>\$ (11,734,102.17)</u>	<u>\$ (10,633,718.48)</u>	<u>\$ (9,570,031.20)</u>
General revenues and other changes in net assets:									
Governmental activities:									
Property taxes levied for general purposes, net	\$ 12,827,192.00	\$ 12,402,141.00	\$ 10,840,502.00	\$ 10,321,781.00	\$ 9,210,189.00	\$ 7,807,540.00	\$ 6,080,313.96	\$ 5,903,925.00	\$ 4,685,884.00
Taxes levied for debt service	2,821,785.00	2,834,937.00	2,718,046.00	2,384,573.00	488,535.00	556,871.00	1,043,320.02	1,069,154.00	1,383,701.00
Unrestricted grants and contributions	6,543,040.61	5,409,334.73	5,613,375.00	5,592,466.11	4,687,823.38	4,188,527.72	4,270,801.20	4,421,571.94	4,226,992.25
Federal and state aid restricted	0.00	0.00	0.00	0.00	0.00	0.00	0.00	11,215.00	0.00
Tuition received	0.00	0.00	0.00	0.00	12,443.40	0.00	5,076.00	6,000.00	6,000.00
Investment earnings	11,565.26	20,992.88	90,663.22	187,736.53	620,571.67	640,110.66	208,968.11	70,117.86	80,879.86
Miscellaneous income	85,790.06	45,091.67	18,258.56	15,652.92	220,773.84	28,163.04	17,832.58	93,406.26	35,119.57
Prior period adjustments	0.00	0.00	0.00	0.00	3,432.97	0.00	0.00	0.00	0.00
Write-off of capital project receivables	0.00	0.00	0.00	0.00	0.00	(5,587.00)	0.00	0.00	0.00
Debt issued	0.00	(12,875,000.00)	0.00	0.00	0.00	0.00	0.00	(4,295,000.00)	0.00
Debt refinanced	0.00	11,989,000.00	0.00	0.00	0.00	0.00	0.00	4,023,000.00	0.00
Fixed asset disposals and adjustments	(343,107.89)	(12,421,922.56)	4,117.71	(0.04)	(6,247.43)	(684,222.92)	(508,539.34)	0.00	11,029.00
Compensated absences	10,275.19	(4,149.90)	12,659.64	(6,711.98)	(2,185.30)	(25,141.65)	(1,846.20)	(14,059.09)	(4,585.90)
Transfers	11.17	0.00	0.00	84,428.60	0.00	(25,000.00)	(25,000.00)	(25,000.00)	0.00
Total governmental activities	<u>21,956,551.40</u>	<u>7,400,424.82</u>	<u>19,297,622.13</u>	<u>18,579,926.14</u>	<u>15,235,336.53</u>	<u>12,481,260.85</u>	<u>11,090,926.33</u>	<u>11,264,330.97</u>	<u>10,425,019.78</u>
Business-type activities:									
Investment earnings	406.53	0.00	545.42	1,291.19	5,288.15	4,935.86	0.00	0.00	0.00
Fixed asset disposals and adjustments	0.00	78,091.00	0.00	0.00	8,700.00	(5,717.32)	0.00	0.00	0.00
Transfers	(11.17)	0.00	0.00	(50,000.00)	0.00	25,000.00	25,000.00	25,000.00	0.00
Total business-type activities	<u>395.36</u>	<u>78,091.00</u>	<u>545.42</u>	<u>(48,708.81)</u>	<u>13,988.15</u>	<u>24,218.54</u>	<u>25,000.00</u>	<u>25,000.00</u>	<u>0.00</u>
Total district-wide activities	<u>\$ 21,956,946.76</u>	<u>\$ 7,478,515.82</u>	<u>\$ 19,298,167.55</u>	<u>\$ 18,531,217.33</u>	<u>\$ 15,249,324.68</u>	<u>\$ 12,505,479.39</u>	<u>\$ 11,115,926.33</u>	<u>\$ 11,289,330.97</u>	<u>\$ 10,425,019.78</u>
Change in net assets:									
Governmental activities	\$ 761,452.66	\$ (12,704,225.99)	\$ (436,850.42)	\$ 424,683.83	\$ (967,021.89)	\$ (1,233,875.75)	\$ (627,753.32)	\$ 648,772.06	\$ 703,360.74
Business-type activities	54,885.36	55,241.23	7,579.87	(73,591.39)	8,553.84	41,654.17	9,577.48	6,840.43	151,627.84
Total district-wide	<u>\$ 816,338.02</u>	<u>\$ (12,648,984.76)</u>	<u>\$ (429,270.55)</u>	<u>\$ 351,092.44</u>	<u>\$ (958,468.05)</u>	<u>\$ (1,192,221.58)</u>	<u>\$ (618,175.84)</u>	<u>\$ 655,612.49</u>	<u>\$ 854,988.58</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Fund Balances - Governmental Funds**  
**Last Nine Fiscal Years**  
*Modified Accrual Basis of Accounting*

	2012	2011	2010	2009	2008	2007	2006	2005	2004
General fund:									
Reserved	\$ 0.00	\$ 0.00	\$ 1,365,332.21	\$ 2,706,593.16	\$ 2,655,574.56	\$ 1,970,686.80	\$ 2,356,958.03	\$ 2,550,118.97	\$ 2,078,589.80
Unreserved	0.00	0.00	(111,273.84)	(54,975.43)	97,798.41	101,858.73	226,673.91	215,504.95	89,586.70
Restricted	2,004,503.20	1,049,210.02	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Assigned	427,071.08	522,895.65	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unassigned	(32,458.01)	(50,120.81)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total general fund</b>	<b>\$ 2,399,116.27</b>	<b>\$ 1,521,984.86</b>	<b>\$ 1,254,058.37</b>	<b>\$ 2,651,617.73</b>	<b>\$ 2,753,372.97</b>	<b>\$ 2,072,545.53</b>	<b>\$ 2,583,631.94</b>	<b>\$ 2,765,623.92</b>	<b>\$ 2,168,176.50</b>
All other governmental funds:									
Reserved	\$ 0.00	\$ 0.00	\$ 37,330.00	\$ 345,314.27	\$ 3,817,721.44	\$ 22,467,883.82	\$ 218,834.63	\$ 174,804.41	\$ 345,059.09
Restricted									
Capital projects fund	1,091,130.58	1,256,058.80	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unreserved, reported in:									
Special revenue fund	0.00	0.00	0.00	0.00	(8,857.35)	(8,857.35)	(8,857.35)	(8,857.35)	(8,857.35)
Capital projects fund	0.00	0.00	1,299,382.09	1,393,790.99	2,354,730.00	(15,739,982.35)	374,876.26	1,684,805.30	1,957,702.35
Debt service fund	48,240.82	44,486.33	0.08	30,516.08	21,927.28	548,401.31	110,125.65	89,940.17	120,191.76
<b>Total all other governmental funds</b>	<b>\$ 1,139,371.40</b>	<b>\$ 1,300,545.13</b>	<b>\$ 1,336,712.17</b>	<b>\$ 1,769,621.34</b>	<b>\$ 6,185,521.37</b>	<b>\$ 7,267,445.43</b>	<b>\$ 694,979.19</b>	<b>\$ 1,940,692.53</b>	<b>\$ 2,414,095.85</b>

Note: 2011 reflects the change to GASB 54.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Changes In Fund Balances - Governmental Funds**  
**Last Nine Fiscal Years**  
**Modified Accrual Basis of Accounting**

	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>Revenues:</b>									
Tax levy	\$ 15,648,977.00	\$ 15,237,078.00	\$ 13,558,548.00	\$ 12,706,354.00	\$ 9,698,724.00	\$ 8,364,411.00	\$ 7,123,633.98	\$ 6,973,079.00	\$ 6,069,585.00
Tuition charges	0.00	0.00	0.00	0.00	12,443.40	0.00	5,076.00	6,000.00	6,000.00
Interest earnings on capital reserve fund	27.01	42.43	47.97	81.36	287.50	410.38	313.77	192.32	80.00
Miscellaneous	93,585.73	68,473.67	46,758.59	49,066.88	841,153.07	219,192.18	172,384.49	163,331.80	133,119.43
State sources	7,817,117.13	7,157,494.27	6,740,116.61	7,299,599.35	6,417,377.07	5,681,896.98	5,302,010.69	5,377,758.77	5,085,697.71
Federal sources	567,127.82	697,219.85	1,295,189.04	360,842.00	333,239.92	317,947.88	497,848.93	718,286.54	587,907.43
<b>Total revenues</b>	<b>24,126,834.69</b>	<b>23,160,308.22</b>	<b>21,640,660.21</b>	<b>20,415,943.59</b>	<b>17,303,224.96</b>	<b>14,583,858.42</b>	<b>13,101,267.86</b>	<b>13,238,648.43</b>	<b>11,882,389.57</b>
<b>Expenditures:</b>									
<b>Instruction:</b>									
Regular instruction	5,360,466.55	5,301,777.30	5,587,067.96	4,655,579.51	4,638,264.43	4,591,791.12	4,002,988.22	3,847,345.42	3,283,111.50
Special education instruction	2,427,209.48	2,256,695.41	2,275,184.59	1,866,016.31	1,851,332.44	1,554,726.44	1,039,581.96	904,656.71	635,205.84
Other special instruction	440,984.48	326,702.10	454,513.72	420,391.04	158,572.09	62,679.00	154,979.05	69,326.21	42,752.84
<b>Support services:</b>									
Tuition	381,069.03	727,438.48	650,502.37	642,957.98	399,151.26	369,671.41	95,937.88	347,647.81	313,803.46
Student and instruction related services	2,093,777.18	2,080,980.66	1,998,322.69	1,887,454.34	1,547,718.45	1,320,064.02	1,386,902.96	1,347,184.35	1,018,770.30
General administration	463,111.76	463,837.32	563,885.67	470,329.06	477,009.32	435,218.46	344,486.60	355,272.17	573,017.91
School administrative services	506,538.07	508,505.59	548,340.54	520,107.00	463,045.79	440,125.94	402,455.90	384,093.54	256,344.19
Central services	194,342.71	189,614.69	187,066.29	179,060.71	177,375.68	161,054.83	152,866.36	166,110.55	0.00
Administrative information technology	205,246.01	202,724.68	195,849.17	191,740.28	188,758.18	189,255.92	118,403.59	98,651.07	0.00
Plant operations and maintenance	1,842,824.41	1,869,740.87	1,770,847.45	1,735,252.11	1,347,392.12	1,244,052.40	1,240,477.24	1,120,981.84	873,793.22
Pupil transportation	1,232,953.84	1,288,721.90	1,272,954.13	1,319,378.07	884,382.80	791,875.27	726,951.64	670,467.54	604,498.26
Employee benefits	4,534,559.76	4,032,392.73	4,072,609.09	3,649,703.67	3,528,756.01	3,076,552.07	2,264,351.42	1,863,489.75	1,610,922.54
Capital outlay	242,779.54	121,403.00	4,117.71	38,534.00	0.00	6,923.95	0.00	498,788.08	11,861,669.38
<b>Debt service:</b>									
Principal	1,625,000.00	1,590,000.00	1,390,000.00	745,000.00	685,000.00	515,000.00	550,000.00	470,000.00	465,000.00
Interest and other charges	1,881,546.26	1,924,089.20	2,158,153.00	2,396,765.22	1,490,883.00	850,723.00	829,918.97	945,589.29	1,281,427.18
<b>Total expenditures</b>	<b>23,432,409.08</b>	<b>22,884,623.93</b>	<b>23,129,414.38</b>	<b>20,718,269.30</b>	<b>17,837,641.57</b>	<b>15,609,713.83</b>	<b>13,310,301.79</b>	<b>13,089,604.33</b>	<b>22,820,316.62</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>694,425.61</b>	<b>275,684.29</b>	<b>(1,488,754.17)</b>	<b>(302,325.71)</b>	<b>(534,416.61)</b>	<b>(1,025,855.41)</b>	<b>(209,033.93)</b>	<b>149,044.10</b>	<b>(10,937,927.05)</b>
<b>Other financing sources (uses):</b>									
Prior period adjustments to deferred revenues	0.00	0.00	0.00	0.00	3,432.97	0.00	0.00	0.00	0.00
Capital leases (non-budgeted)	182,706.54	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers in	3,753.75	6,212.45	69,267.81	239,943.62	685,337.05	978,044.66	72,227.43	24,766.70	54,763.49
Transfers out	0.00	0.00	0.00	0.00	0.00	(25,000.00)	(25,000.00)	(49,766.70)	(54,763.49)
<b>Total other financing sources (uses)</b>	<b>186,460.29</b>	<b>6,212.45</b>	<b>69,267.81</b>	<b>239,943.62</b>	<b>688,770.02</b>	<b>953,044.66</b>	<b>47,227.43</b>	<b>(25,000.00)</b>	<b>0.00</b>
<b>Net change in fund balances</b>	<b>\$ 880,885.90</b>	<b>\$ 281,896.74</b>	<b>\$ (1,419,486.36)</b>	<b>\$ (62,382.09)</b>	<b>\$ 154,353.41</b>	<b>\$ (72,810.75)</b>	<b>\$ (161,806.50)</b>	<b>\$ 124,044.10</b>	<b>\$ (10,937,927.05)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>15.12%</b>	<b>15.44%</b>	<b>15.34%</b>	<b>15.19%</b>	<b>12.20%</b>	<b>8.75%</b>	<b>10.37%</b>	<b>11.24%</b>	<b>15.94%</b>

Note: Noncapital expenditures are total expenditures less capital outlay.

Central services and administrative information technology account classifications were added beginning with year ended June 30, 2005.

Prior to June 30, 2005, central services and administrative information technology were combined in other support services as business and other support services.

Source: District records.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**General Fund Other Local Revenue By Source**  
**Last Ten Fiscal Years**  
*Modified Accrual Basis of Accounting*

Fiscal Year Ended June 30	Tuition	Interest On Investments	Prior Year's Refunds	Contributions	Miscellaneous	Total
2012	\$ 0.00	\$ 11,576.43	\$ 55,921.00	\$ 0.00	\$ 16,248.15	\$ 83,745.58
2011	0.00	14,780.43	0.00	15,450.00	29,641.67	59,872.10
2010	0.00	21,395.41	0.00	0.00	18,258.56	39,653.97
2009	0.00	32,221.51	137.85	0.00	15,515.07	47,874.43
2008	12,443.40	621,048.61	16,904.05	0.00	202,915.91	853,311.97
2007	0.00	177,066.00	0.00	0.00	28,163.04	205,229.04
2006	5,076.00	136,740.68	0.00	0.00	17,832.58	159,649.26
2005	6,000.00	70,117.86	0.00	0.00	68,639.56	144,757.42
2004	6,000.00	26,116.37	130.00	0.00	34,989.57	67,235.94
2003	6,000.00	20,961.01	2,083.55	0.00	37,021.12	66,065.68

Source: District records.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

**Borough of Swedesboro**

Fiscal Year Ended June 30	Vacant Land	Residential	Farm Regular	Qualified Farm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities*	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate**
2012	\$ 2,511,200	\$ 147,909,300	\$ 0	\$ 24,700	\$ 35,840,600	\$ 1,695,500	\$ 1,122,400	\$ 189,103,700	\$ 0	\$ 2,399,420	\$ 191,503,120	\$ 202,130,113	\$ 1.144
2011	2,218,200	72,847,700	0	0	13,511,400	902,800	1,000,700	90,480,800	0	1,123,014	91,603,814	193,463,770	2.296
2010	2,670,600	69,283,500	0	0	13,489,600	902,800	1,000,700	87,347,200	0	1,122,898	88,470,098	187,421,942	1.855
2009	3,807,000	59,875,100	0	0	13,925,600	902,800	1,000,700	79,511,200	0	1,369,051	80,880,251	163,114,497	1.554
2008	4,352,800	54,978,500	0	0	14,296,100	902,800	1,000,700	75,530,900	0	1,474,720	77,005,620	140,236,957	1.220
2007	1,910,300	54,685,400	0	19,300	14,221,300	902,800	1,000,700	72,739,800	0	1,791,013	74,530,813	108,811,940	1.241
2006	1,457,500	54,566,700	236,600	25,500	13,759,700	902,800	1,000,700	71,949,500	0	2,118,333	74,067,833	96,161,600	1.245
2005	1,403,900	54,354,700	236,600	29,300	13,954,800	902,800	1,000,700	71,882,800	0	2,461,228	74,344,028	89,165,587	1.074
2004	1,090,700	54,287,000	236,600	45,000	13,644,200	902,800	1,000,700	71,207,000	0	2,266,245	73,473,245	86,200,833	0.665
2003	953,400	54,111,700	236,600	47,500	13,603,000	902,800	1,000,700	70,855,700	0	2,309,930	73,165,630	83,667,864	0.682

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when the county board of taxation requests treasury to order a reassessment.

Source: Municipal tax assessor.

\*Taxable value of machinery, implements and equipment of telephone, telegraph and messenger system companies

\*\*Tax rates are per \$100.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

**Township of Woolwich**

Fiscal Year Ended June 30	Vacant Land	Residential	Farm Regular	Qualified Farm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Public Utilities*	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate**
2012	\$ 17,200,900	\$ 534,786,500	\$ 14,280,800	\$ 4,979,500	\$ 24,187,900	\$ 23,097,100	\$ 8,741,400	\$ 627,274,100	\$ 0	\$ 1,279,782	\$ 628,553,882	\$ 1,188,696,871	\$ 2.126
2011	20,088,000	526,066,000	14,063,400	4,954,300	21,996,900	23,006,100	8,741,400	618,916,100	0	1,543,335	620,459,435	1,207,715,607	2.117
2010	23,310,900	516,194,900	14,172,700	4,975,600	45,169,800	0	12,611,300	616,435,200	0	1,409,722	617,844,922	1,244,290,405	1.908
2009	25,487,400	497,155,600	15,019,100	4,972,000	42,973,100	0	12,611,300	598,218,500	0	1,276,729	599,495,229	1,192,512,488	1.865
2008	20,050,700	466,470,800	15,418,600	5,113,700	42,965,500	633,900	12,611,300	563,264,500	0	1,282,227	564,546,727	1,049,583,006	1.453
2007	19,095,900	415,570,100	15,563,400	5,342,300	43,378,900	633,900	9,588,100	509,172,600	0	1,311,722	510,484,322	852,888,629	1.426
2006	22,023,200	347,136,500	15,848,000	5,645,300	43,606,200	633,900	0	434,893,100	0	1,501,002	436,394,102	662,470,066	1.523
2005	21,839,700	304,724,700	15,779,300	5,916,100	49,145,300	633,900	0	398,039,000	0	1,670,411	399,709,411	553,572,059	1.464
2004	22,534,600	246,768,100	14,923,800	6,016,300	48,465,600	632,600	0	339,341,000	0	1,835,142	341,176,142	439,591,251	0.779
2003	21,943,200	188,788,900	15,432,500	6,453,300	45,437,300	632,600	0	278,687,800	0	1,732,754	280,420,554	348,487,318	0.731

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when the county board of taxation requests treasury to order a reassessment.

Source: Municipal tax assessor.

\*Taxable value of machinery, implements and equipment of telephone, telegraph and messenger system companies

\*\*Tax rates are per \$100.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates**  
**Per \$100 of Assessed Valuation**  
**Last Ten Fiscal Years**

**Borough of Swedesboro**

Fiscal Year Ended June 30	District's Direct Rate			Overlapping Rates			Total Direct And Overlapping Tax Rate
	Basic Rate*	General Obligation Debt Service**	(From J-6) Total Direct School Tax Rate	Regional High School	Municipality	County	
2012	\$ 0.929	\$ 0.215	\$ 1.144	\$ 0.713	\$ 0.745	\$ 0.615	\$ 3.217
2011	1.869	0.427	2.296	1.403	1.563	1.251	6.513
2010	1.492	0.363	1.855	1.304	1.739	1.251	6.149
2009	1.346	0.209	1.554	1.337	1.420	1.194	5.505
2008	1.089	0.131	1.220	1.262	1.133	0.927	4.542
2007	1.051	0.190	1.241	1.106	1.085	0.892	4.324
2006	0.961	0.284	1.245	1.050	1.037	0.802	4.134
2005	1.074	0.000	1.074	1.055	0.969	0.785	3.883
2004	0.562	0.103	0.665	0.958	0.882	0.764	3.269
2003	0.557	0.125	0.682	0.766	1.201	0.714	3.363

Source: Municipal Tax Collector.

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

\*The District's basic tax rate is calculated from the A4F Form which is submitted with the budget and the net valuation taxable.

\*\*Rates for debt service are based on each year's requirements.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates**  
**Per \$100 of Assessed Valuation**  
**Last Ten Fiscal Years**

**Township of Woolwich**

Fiscal Year Ended June 30	District's Direct Rate			Overlapping Rates			Total Direct And Overlapping Tax Rate
	Basic Rate*	General Obligation Debt Service**	(From J-6) Total Direct School Tax Rate	Regional High School	Municipality	County	
2012	\$ 1.742	\$ 0.383	\$ 2.126	\$ 1.090	\$ 0.705	\$ 1.088	\$ 5.009
2011	1.723	0.394	2.117	1.029	0.705	1.148	4.999
2010	1.526	0.382	1.908	0.943	0.705	1.190	4.746
2009	1.516	0.350	1.865	0.903	0.660	1.177	4.605
2008	1.356	0.097	1.453	0.935	0.511	1.061	3.960
2007	1.207	0.219	1.426	0.833	0.471	1.043	3.773
2006	1.176	0.347	1.523	0.772	0.451	0.925	3.671
2005	1.464	0.000	1.464	0.822	0.447	0.861	3.594
2004	0.658	0.121	0.779	0.787	0.438	0.831	2.835
2003	0.597	0.134	0.731	0.629	0.438	0.799	2.597

Source: Municipal Tax Collector.

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

\*The District's basic tax rate is calculated from the A4F Form which is submitted with the budget and the net valuation taxable.

\*\*Rates for debt service are based on each year's requirements.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

**Borough of Swedesboro**

Taxpayer	2012		2003	
	Taxable Assessed Value	Percentage Of Total District Net Assessed Value	Taxable Assessed Value	Percentage Of Total District Net Assessed Value
D & D Properties of Swedesboro	\$ 2,988,500.00	1.56%	\$ 0.00	0.00%
N.J. Bell Telephone Company	2,354,496.00	2.57%	505,600.00	0.69%
Botto Sons, LLC	1,948,700.00	2.13%	597,900.00	0.82%
Individual Taxpayer 1	1,895,300.00	2.07%	854,200.00	1.17%
Swedesboro Housing LTD Partnership	1,693,800.00	1.85%	909,000.00	1.24%
Raccoon Creek LLC	1,634,800.00	1.78%	0.00	0.00%
Russo Rentals	1,577,700.00	1.72%	0.00	0.00%
Bank of America	1,191,600.00	1.30%	615,000.00	0.84%
R&R Real Estate LLC	1,044,100.00	1.14%	398,300.00	0.54%
Individual Taxpayer 2	974,300.00	1.06%	0.00	0.00%
Del Monte Corporation	0.00	0.00%	1,100,000.00	1.50%
Individual Taxpayer 3	0.00	0.00%	429,800.00	0.59%
CCL Container Corp.	0.00	0.00%	422,600.00	0.58%
Hoerter Provision Co., Inc.	0.00	0.00%	351,100.00	0.48%
<b>Total</b>	<b>\$ 17,303,296.00</b>	<b>17.19%</b>	<b>\$ 6,183,500.00</b>	<b>8.45%</b>

Source: Municipal Tax Assessor.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

**Township of Woolwich**

Taxpayer	2012		2003	
	Taxable Assessed Value	Percentage Of Total District Net Assessed Value	Taxable Assessed Value	Percentage Of Total District Net Assessed Value
Westbrook at Weatherby, LLC	\$ 7,701,100.00	1.23%	\$ 0.00	0.00%
Columbia NJ Commodore Ind.	7,209,600.00	1.15%	0.00	0.00%
Columbia Gas Transmissions	3,913,000.00	0.62%	3,925,000.00	1.40%
USF Propco LLC	3,740,300.00	0.60%	0.00	0.00%
JMJ Warehouse Associates	3,549,400	0.56%	0.00	0.00%
Pond View @ Westbrook, LLC	3,429,100	0.55%	0.00	0.00%
Liberty Property Limited Partnership	3,174,700.00	0.51%	5,900,600.00	2.10%
Auburn Road Associates, LLC	2,063,800.00	0.33%	0.00	0.00%
Beazer Homes Corp.	2,022,800.00	0.32%	0.00	0.00%
Hovnanian @ Woolwich, LLC	1,805,500.00	0.29%	0.00	0.00%
Swedesboro, Inc.	0.00	0.00%	2,171,100.00	0.77%
Del Monte Corporation	0.00	0.00%	3,522,500.00	1.26%
Gloucester New Communities, Inc.	0.00	0.00%	1,822,100.00	0.65%
Matlack, Inc.	0.00	0.00%	1,159,400.00	0.41%
WPM Realty Company	0.00	0.00%	1,165,200.00	0.42%
Commodore/Pencader Portfolio	0.00	0.00%	11,653,200.00	4.16%
Alliant Food Service, Inc.	0.00	0.00%	7,821,700.00	2.79%
AG/GFI Swedesboro, LP	0.00	0.00%	2,000,000.00	0.71%
<b>Total</b>	<b>\$ 38,609,300.00</b>	<b>6.14%</b>	<b>\$ 41,140,800.00</b>	<b>14.67%</b>

Source: Municipal Tax Assessor.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

**Consolidated - Constituent Municipalities**

Fiscal Year Ended June 30	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year Of the Levy*		Collections In Subsequent Year
		Current Amount	Percentage Of Levy	
2011	\$ 15,559,524.98	\$ 15,559,524.98	100.00%	\$ 0.00
2011	15,073,174.04	15,073,174.04	100.00%	0.00
2010	13,435,533.25	13,435,533.25	100.00%	0.00
2009	12,444,308.23	12,444,308.23	100.00%	0.00
2008	9,669,337.54	9,669,337.54	100.00%	0.00
2007	8,343,041.89	8,343,041.89	100.00%	0.00
2006	7,138,894.67	7,138,894.64	100.00%	0.00
2005	7,011,503.00	7,011,503.00	100.00%	0.00
2004	5,782,988.78	5,782,988.78	100.00%	0.00
2003	2,669,803.77	2,669,803.82	100.00%	0.00

Source: District records including the certificate and report of school taxes (A4F Form).

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

**Borough of Swedesboro**

Fiscal Year Ended June 30	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year Of the Levy*		Collections In Subsequent Year
		Current Amount	Percentage Of Levy	
2012	\$ 2,192,168.82	\$ 2,192,168.82	100.00%	\$ 0.00
2011	1,938,812.81	1,938,812.81	100.00%	0.00
2010	1,651,894.10	1,651,894.10	100.00%	0.00
2009	1,266,833.57	1,266,833.57	100.00%	0.00
2008	975,401.35	975,401.35	100.00%	0.00
2007	924,645.77	924,645.77	100.00%	0.00
2006	918,538.34	918,538.34	100.00%	0.00
2005	925,368.27	925,368.27	100.00%	0.00
2004	788,895.79	788,895.79	100.00%	0.00
2003	486,187.34	486,187.34	100.00%	0.00

Source: District records including the certificate and report of school taxes (A4F Form).

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

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

**Township of Woolwich**

Fiscal Year Ended June 30	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year Of the Levy*		Collections In Subsequent Year
		Current Amount	Percentage Of Levy	
2012	\$ 13,367,356.16	\$ 13,367,356.16	100.00%	\$ 0.00
2011	13,134,361.23	13,134,361.23	100.00%	0.00
2010	11,783,639.15	11,783,639.15	100.00%	0.00
2009	11,177,474.66	11,177,474.66	100.00%	0.00
2008	8,693,936.19	8,693,936.19	100.00%	0.00
2007	7,418,396.12	7,418,396.12	100.00%	0.00
2006	6,220,356.33	6,220,356.30	100.00%	0.00
2005	6,086,134.73	6,086,134.73	100.00%	0.00
2004	4,994,092.99	4,994,092.99	100.00%	0.00
2003	2,183,616.43	2,183,616.48	100.00%	0.00

Source: District records including the certificate and report of school taxes (A4F Form).

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Ratios Of Outstanding Debt By Type**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	Governmental Activities				Total District	Percentage Of Personal Income*	Per Capita*
	General Obligation Bonds	Certificates Of Participation	Capital Leases	Bond Anticipation Notes			
2012	\$ 44,395,000.00	\$ 0.00	\$ 107,270.52	\$ 0.00	\$ 44,502,270.52	Not Available	\$ 3,471.59
2011	46,020,000.00	0.00	0.00	0.00	46,020,000.00	43.03%	3,596.44
2010	46,724,000.00	0.00	0.00	0.00	46,724,000.00	49.18%	3,945.95
2009	48,114,000.00	0.00	0.00	0.00	48,114,000.00	52.91%	4,230.17
2008	48,859,000.00	0.00	0.00	0.00	48,859,000.00	61.72%	4,456.72
2007	27,569,000.00	0.00	0.00	0.00	27,569,000.00	36.91%	2,601.34
2006	18,184,000.00	0.00	0.00	0.00	18,184,000.00	25.80%	1,910.89
2005	18,734,000.00	0.00	0.00	0.00	18,734,000.00	27.61%	2,306.86
2004	18,932,000.00	0.00	0.00	0.00	18,932,000.00	29.35%	2,505.23
2003	19,397,000.00	0.00	0.00	0.00	19,397,000.00	30.69%	2,942.95

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

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

**Borough of Swedesboro**

<u>Fiscal Year Ended June 30</u>	<u>General Obligation Bonds</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage Of Actual Taxable Value Of Property*</u>	<u>Per Capita**</u>
2012	\$ 44,395,000.00	\$ 44,395,000.00	23.18%	\$ Not Available
2011	46,020,000.00	46,020,000.00	50.24%	17,788.94
2010	46,724,000.00	46,724,000.00	52.81%	19,698.15
2009	48,114,000.00	48,114,000.00	59.49%	21,374.50
2008	48,859,000.00	48,859,000.00	63.45%	23,512.51
2007	27,569,000.00	27,569,000.00	36.99%	13,481.17
2006	18,184,000.00	18,184,000.00	24.55%	8,900.64
2005	18,734,000.00	18,734,000.00	25.20%	9,103.01
2004	18,932,000.00	18,932,000.00	25.77%	9,199.22
2003	19,397,000.00	19,397,000.00	26.51%	9,425.17

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

\*See Exhibit J-6 for property tax data.

\*\*Population data can be found in Exhibit J-14.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

**Township of Woolwich**

<u>Fiscal Year Ended June 30</u>	<u>General Obligation Bonds</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage Of Actual Taxable Value Of Property*</u>	<u>Per Capita**</u>
2012	\$ 44,395,000.00	\$ 44,395,000.00	7.06%	\$ Not Available
2011	46,020,000.00	46,020,000.00	7.42%	4,507.79
2010	46,724,000.00	46,724,000.00	7.56%	4,934.42
2009	48,114,000.00	48,114,000.00	8.03%	5,273.92
2008	48,859,000.00	48,859,000.00	8.65%	5,499.04
2007	27,569,000.00	27,569,000.00	5.40%	3,223.31
2006	18,184,000.00	18,184,000.00	4.17%	2,433.29
2005	18,734,000.00	18,734,000.00	4.69%	3,089.89
2004	18,932,000.00	18,932,000.00	5.55%	3,442.81
2003	19,397,000.00	19,397,000.00	6.92%	4,279.06

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

\*See Exhibit J-6 for property tax data.

\*\*Population data can be found in Exhibit J-14.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Direct and Overlapping Governmental Activities Debt**  
**As of June 30, 2012**

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable*</u>	<u>Estimated Share Of Overlapping Debt</u>
Debt repaid with property taxes:			
Municipality:			
Swedesboro	\$ 4,368,454.98	100.00%	\$ 4,368,454.98
Woolwich	18,131,436.88	100.00%	18,131,436.88
Gloucester County general obligation debt:			
Swedesboro	280,798,408.13	0.72%	2,012,404.61
Woolwich	280,798,408.13	4.18%	11,734,336.27
Regional high school district**			
Swedesboro	51,051,649.00	6.60%	3,368,104.35
Woolwich	51,051,649.00	41.36%	<u>21,114,567.98</u>
Subtotal - overlapping debt			60,729,305.08
District's direct debt			<u>44,395,000.00</u>
Total direct and overlapping debt			<u><u>\$ 105,124,305.08</u></u>

Source: Assessed value data used to estimate applicable percentages provided by the Gloucester County Board of Taxation.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

\*For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's outstanding debt.

\*\*Latest information available - December 31, 2011

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

Legal debt margin calculation for fiscal year 2010:	<u>Swedesboro</u>	<u>Woolwich</u>	<u>Total</u>							
Equalized valuation basis:										
2011	\$ 190,840,347.00	\$ 1,137,808,997.00	\$ 1,328,649,344.00							
2010	185,677,817.00	1,169,310,599.00	1,354,988,416.00							
2009	182,734,728.00	1,198,823,804.00	1,381,558,532.00							
	<u>\$ 559,252,892.00</u>	<u>\$ 3,505,943,400.00</u>	<u>\$ 4,065,196,292.00</u>							
Average equalized valuation of taxable property	\$ 186,417,630.67	\$ 1,168,647,800.00	\$ 1,355,065,430.67							
Debt limit (2 1/2% of average equalized value)*	\$ 4,660,440.77	\$ 29,216,195.00	\$ 33,876,635.77							
Total net debt applicable to limit			<u>44,395,000.00</u>							
Legal debt margin			<u>\$ (10,518,364.23)</u>							
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Debt limit	\$ 33,876,635.77	\$ 34,224,425.02	\$ 33,513,876.57	\$ 30,970,514.30	\$ 26,455,951.76	\$ 21,661,656.78	\$ 17,292,646.60	\$ 14,571,392.68	\$ 11,343,945.70	\$ 9,327,078.70
Total net debt applicable to limit	<u>44,395,000.00</u>	<u>46,020,000.00</u>	<u>46,724,000.00</u>	<u>48,114,000.00</u>	<u>48,859,000.00</u>	<u>49,544,000.00</u>	<u>50,059,000.00</u>	<u>18,734,000.00</u>	<u>18,932,000.00</u>	<u>19,397,000.00</u>
Legal debt margin	<u>\$ (10,518,364.23)</u>	<u>\$ (11,795,574.98)</u>	<u>\$ (13,210,123.43)</u>	<u>\$ (17,143,485.70)</u>	<u>\$ (22,403,048.24)</u>	<u>\$ (27,882,343.22)</u>	<u>\$ (32,766,353.40)</u>	<u>\$ (4,162,607.32)</u>	<u>\$ (7,588,054.30)</u>	<u>\$ (10,069,921.30)</u>
Total net debt applicable to the limit as a percentage of debt limit	131.05%	134.47%	139.42%	155.35%	184.68%	228.72%	289.48%	128.57%	166.89%	207.96%

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 a K-12 district; other percentage limits would be applicable for other district types.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

**Borough of Swedesboro**

<u>Year</u>	<u>Population*</u>	<u>Personal Income**</u>	<u>Per Capita Personal Income***</u>	<u>Unemployment Rate****</u>
2011	2,591	\$ Not Available	\$ Not Available	10.60%
2010	2,587	106,938,819.00	41,337.00	10.90%
2009	2,372	94,998,600.00	40,050.00	10.20%
2008	2,251	90,931,396.00	40,396.00	7.00%
2007	2,078	79,159,332.00	38,094.00	5.40%
2006	2,045	74,695,670.00	36,526.00	6.00%
2005	2,043	70,481,457.00	34,499.00	5.50%
2004	2,058	67,848,144.00	32,968.00	5.40%
2003	2,058	64,495,662.00	31,339.00	5.90%
2002	2,058	63,203,238.00	30,711.00	5.80%

\*Population information provided by the New Jersey Department of Labor and Workforce Development.

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

\*\*\*Per capita personal income by municipality estimated based upon the 2000 census published by the U.S. Bureau of Economic Analysis.

\*\*\*\*Unemployment data provided by the New Jersey Department of Labor and Workforce Development.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**

**Township of Woolwich**

<u>Year</u>	<u>Population*</u>	<u>Personal Income**</u>	<u>Per Capita Personal Income***</u>	<u>Unemployment Rate****</u>
2011	10,228	\$ Not Available	\$ Not Available	7.10%
2010	10,209	422,009,433.00	41,337.00	7.30%
2009	9,469	379,233,450.00	40,050.00	6.90%
2008	9,123	368,532,708.00	40,396.00	4.60%
2007	8,885	338,465,190.00	38,094.00	3.60%
2006	8,553	312,406,878.00	36,526.00	4.00%
2005	7,473	257,811,027.00	34,499.00	2.90%
2004	6,063	199,884,984.00	32,968.00	2.90%
2003	5,499	172,333,161.00	31,339.00	3.20%
2002	4,533	139,212,963.00	30,711.00	3.10%

\*Population information provided by the New Jersey Department of Labor and Workforce Development.

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

\*\*\*Per capita personal income by municipality estimated based upon the 2000 census published by the U.S. Bureau of Economic Analysis.

\*\*\*\*Unemployment data provided by the New Jersey Department of Labor and Workforce Development.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**

**Principal Employers  
Current Year and Nine Years Ago**

**Consolidated - Constituent Municipalities**

Employer	2012		2003	
	Employees	Percentage Of Total Municipal Employment	Employees	Percentage Of Total Municipal Employment
Underwood Memorial Hospital	1,825	N/A	N/A	N/A
Kennedy Memorial Hospital	1,675	N/A	N/A	N/A
County of Gloucester	1,500	N/A	N/A	N/A
Washington Township School District	1,498	N/A	N/A	N/A
Rowan University	1,483	N/A	N/A	N/A
Missa Bay, L.L.C.	950	N/A	N/A	N/A
Monroe Township School District	792	N/A	N/A	N/A
U.S. Foodservices	725	N/A	N/A	N/A
Exxon Mobile Research & Development	700	N/A	N/A	N/A
Delaware Valley Wholesale Florist	500	N/A	N/A	N/A
<b>Total</b>	<b>11,648</b>	<b>0.000%</b>	<b>0</b>	<b>0.000%</b>

Source: Gloucester County Office of Economic Development and Employer Directly.

Note: The information provided is for the County of Gloucester. Information at the municipal level is not available.

N/A - Information not available

**SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Full-Time Equivalent District Employees by Function/Program**  
**Last Ten Fiscal Years**

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>Instruction:</b>										
Regular	103	103	103	96	94	87	70	63	57	44
Special education	42	42	40	37	28	26	23	20	16	14
Other special education	35	35	35	35	41	32	32	36	25	20
Vocational	0	0	0	0	0	0	0	0	0	0
Other instruction	3	3	3	3	3	3	2	1	1	1
Nonpublic school programs	0	0	0	0	0	0	0	0	0	0
Adults/continuing education programs	0	0	0	0	0	0	0	0	0	0
<b>Support services:</b>										
Student and instruction related services	15	15	15	14	14	14	17	16	10	7
General administration	4	3	3	4	4	4	4	3	2	2
School administrative services	14	13	13	10	10	8	8	6	9	5
Other administrative services	1	1	1	1	1	1	0	0	0	0
Central services	3	3	3	4	3	3	3	3	3	2
Administrative information technology	3	3	3	3	3	3	3	3	2	0
Plant operations and maintenance	9	9	9	9	9	7	7	8	7	4
Pupil transportation	0	0	0	0	0	0	0	0	0	0
Other support services	0	0	0	0	0	0	1	0	0	0
Special schools	0	0	0	0	0	0	0	0	0	0
Food service	0	0	0	0	0	0	0	0	0	0
Child care	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>232</b>	<b>230</b>	<b>228</b>	<b>216</b>	<b>210</b>	<b>188</b>	<b>170</b>	<b>159</b>	<b>33</b>	<b>20</b>

Source: District personnel records.

N/A = Not available.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Operating Statistics**  
**Last Ten Fiscal Years**

Fiscal Year	Enrollment	Operating Expenditures*	Cost Per Pupil	Percentage Change	Teaching Staff**	Pupil/Teacher Ratio Elementary	Average Daily Enrollment***	Average Daily Attendance***	Percentage Change In Average Daily Enrollment	Student Attendance Percentage
2012	1,740	\$ 19,683,083.28	\$ 11,312	4.66%	154.00	11.30:1	1,728.3	1,659.0	-1.00%	95.99%
2011	1,781	19,249,131.73	10,808	-5.82%	154.00	11.56:1	1,745.8	1,673.1	2.34%	95.84%
2010	1,706	19,577,143.67	11,475	3.51%	136.00	12.54:1	1,705.9	1,632.0	6.76%	95.67%
2009	1,582	17,537,970.08	11,086	-28.93%	133.00	11.90:1	1,597.9	1,530.9	6.32%	95.81%
2008	1,004	15,661,758.57	15,599	53.07%	119.03	12.80:1	1,502.9	1,441.0	8.06%	95.88%
2007	1,397	14,237,066.88	10,191	5.92%	108.30	12.90:1	1,390.8	1,330.0	11.71%	95.63%
2006	1,240	11,930,382.82	9,621	-6.67%	103.00	12.04:1	1,245.0	1,185.0	16.03%	95.18%
2005	1,084	11,175,226.96	10,309	17.28%	109.00	9.94:1	1,073.0	1,027.8	3.40%	95.79%
2004	1,048	9,212,220.06	8,790	24.21%	85.00	12.33:1	1,037.7	985.9	14.12%	95.01%
2003	930	6,581,511.22	7,077	1.73%	75.00	12.40:1	909.3	866.8	17.65%	95.33%
2002	773	5,377,458.80	6,957	6.21%	66.00	13.32:1	772.9	739.6	14.50%	95.69%

Source: District's records.

Note: Enrollment based on annual October district count.

\*Operating expenditures equal total expenditures less debt service and capital outlay.

\*\*Teaching staff includes only full-time equivalents of certified staff.

\*\*\*Average daily enrollment and average daily attendance are obtained from the school register summary.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**School Building Information**  
**Last Ten Fiscal Years**

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
District buildings:										
Elementary:										
Governor Charles G. Harker School (2008):										
Square feet	100,000	100,000	100,000	100,000	0	0	0	0	0	0
Capacity (students)	720	720	720	720	0	0	0	0	0	0
Enrollment	728	708	708	661	0	0	0	0	0	0
Governor Charles C. Stratton School (2004):										
Square feet	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	0
Capacity (students)	620	620	620	620	620	620	620	620	620	0
Enrollment	508	524	524	571	888	792	729	612	496	0
Walter H. Hill School (1922):										
Square feet	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	51,418
Capacity (students)	407	407	407	407	407	407	407	407	407	334
Enrollment	230	224	224	179	355	330	295	256	242	482
Margaret C. Clifford School (1996):										
Square feet	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151
Capacity (students)	262	262	262	262	262	262	262	262	262	262
Enrollment	274	256	256	231	283	275	258	216	306	448

-115- Number of schools at June 30, 2012:  
 Elementary = 4  
 Middle = 0  
 High = 0  
 Other = 0

Source: District facilities office.

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Schedule of Required Maintenance**  
**Last Ten Fiscal Years**

Undistributed Expenditures - Required Maintenance  
 For School Facilities  
 11-000-261-xxx

School Facilities*	Project Number	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Walter H. Hill School	N/A	\$ 142,439.99	\$ 143,794.10	\$ 129,129.35	\$ 121,041.68	\$ 148,359.41	\$ 126,454.22	\$ 144,978.29	\$ 127,052.84	\$ 108,348.36	\$ 204,727.02
Margaret C. Clifford School	N/A	112,452.62	113,521.65	101,944.23	95,559.22	120,425.61	104,695.87	117,456.98	103,130.10	72,232.60	148,250.60
Governor Charles C. Stratton School	N/A	224,905.25	227,043.31	203,888.45	191,118.44	234,573.58	204,899.61	229,016.55	200,885.45	180,581.86	0.00
Charles G. Harker School	N/A	269,886.30	272,451.97	244,666.14	229,342.12	0.00	0.00	0.00	0.00	0.00	0.00
Total school facilities		<u>749,684.16</u>	<u>756,811.03</u>	<u>679,628.17</u>	<u>637,061.46</u>	<u>503,358.60</u>	<u>436,049.70</u>	<u>491,451.82</u>	<u>431,068.39</u>	<u>361,162.82</u>	<u>352,977.62</u>
Grand total		<u>\$ 749,684.16</u>	<u>\$ 756,811.03</u>	<u>\$ 679,628.17</u>	<u>\$ 637,061.46</u>	<u>\$ 503,358.60</u>	<u>\$ 436,049.70</u>	<u>\$ 491,451.82</u>	<u>\$ 431,068.39</u>	<u>\$ 361,162.82</u>	<u>\$ 352,977.62</u>

\*School facilities as defined under EFCFA. (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

Source: District records.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Insurance Schedule**  
**June 30, 2012**  
*Unaudited*

	<u>Coverage</u>	<u>Deductible</u>
School package policy - UTICA:		
Property - blanket building and contents	\$ 61,463,036.00	\$ 1,000.00
Comprehensive general liability	3,000,000.00	0.00
Comprehensive automobile liability	1,000,000.00	500.00/1,000.00
Comprehensive crime coverage	100,000.00	0.00
Computers and scheduled equipment - supplemental:		
Data processing equipment	534,000.00	250.00
Miscellaneous business equipment	57,570.00	250.00
Umbrella liability - UTICA:		
Umbrella policy	4,000,000.00	10,000.00
School board legal liability - UTICA:		
Directors and officers policy	1,000,000.00	7,500.00
Public employees' faithful performance blanket position bond - Other public officials - UTICA		
	100,000.00	0.00
Student accident insurance - Maksin Group and Catastrophic student accident - National Union Fire Insurance Company of Pittsburgh, Pa.		
	500,000.00	0.00
Worker's compensation - NJSBAIG	2,000,000.00	State Limits

Source: District records.

**Single Audit Section**

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

**(No Material Weaknesses Identified, No Significant Deficiencies Identified,  
No Reportable Instances of Noncompliance or Other Matters Identified)**

Honorable President and  
Members of the Board of Education  
Swedesboro-Woolwich Consolidated School District  
County of Gloucester  
Swedesboro, New Jersey

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

**Internal Control Over Financial Reporting**

The Board of Education of the Swedesboro-Woolwich Consolidated School District is responsible for establishing and maintaining effective internal controls over financial reporting.

In planning and performing our audit, we considered the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control over financial reporting. Accordingly, We do not express an opinion on the effectiveness of the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Board of Education of the Swedesboro-Woolwich Consolidated School District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Board of Education of the Swedesboro-Woolwich Consolidated School District's financial statements that is more than inconsequential will not be prevented or detected by the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that result in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. We noted certain matters that we reported to the Board of Education of the Swedesboro-Woolwich Consolidated School District in a separate report entitled Auditor's Management Report On Administrative Findings - Financial, Compliance, and Performance dated November 30, 2012.

### **Compliance and Other Matters**

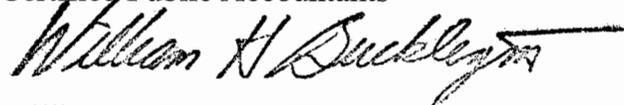
As part of obtaining reasonable assurance about whether the Board of Education of the Swedesboro-Woolwich Consolidated School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. We noted certain matters that we reported to the Board of Education of the Swedesboro-Woolwich Consolidated School District in a separate report entitled Auditor's Management Report on Administrative Findings - Financial, Compliance, and Performance dated November 30, 2012.

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

Respectfully submitted,

*Ball, Buckley & Seher, LLP*

BALL, BUCKLEY & SEHER, LLP  
Certified Public Accountants



William H. Buckley, III  
Licensed Public School Accountant No. 86

November 30, 2012

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

**(Unqualified Opinion on Compliance; No Material Weaknesses  
Or Significant Deficiencies in Internal Control Over Compliance Identified)**

Honorable President and  
Members of the Board of Education  
Swedesboro-Woolwich Consolidated School District  
County of Gloucester  
Swedesboro, New Jersey

**Compliance**

We have audited the compliance of the Board of Education of the Swedesboro-Woolwich Consolidated School District, County of Gloucester, State of New Jersey with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that are applicable to each of its major state programs for the fiscal year ended June 30, 2012. The Board of Education of the Swedesboro-Woolwich Consolidated School District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major state programs is the responsibility of the Board of Education of the Swedesboro-Woolwich Consolidated School District's management. Our responsibility is to express an opinion on the Board of Education of the Swedesboro-Woolwich Consolidated 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 Office of School 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 Letter 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, OMB Circular A-133, and New Jersey OMB's Circular 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Board of Education of the Swedesboro-Woolwich Consolidated School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Board of Education of the Swedesboro-Woolwich Consolidated School District's compliance with those requirements.

In our opinion, the Board of Education of the Swedesboro-Woolwich Consolidated School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the fiscal year ended June 30, 2012.

### **Internal Control Over Compliance**

The management of the Board of Education of the Swedesboro-Woolwich Consolidated School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control over compliance.

A deficiency in internal control over compliance 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 noncompliance with a type of compliance requirement of a state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Board of Education of the Swedesboro-Woolwich Consolidated School District's ability to administer a state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a state program that is more than inconsequential will not be prevented or detected by the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a state program will not be prevented or detected by the Board of Education of the Swedesboro-Woolwich Consolidated School District's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. The Board of Education of the Swedesboro-Woolwich Consolidated School District's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Board of Education of the Swedesboro-Woolwich Consolidated School District's response and, accordingly, we express no opinion on it.

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

Respectfully submitted,

*Ball, Buckley & Scher, LLP*

BALL, BUCKLEY & SEHER, LLP  
Certified Public Accountants



William H. Buckley, III  
Licensed Public School Accountant No. 86

November 30, 2012

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards**  
**For the Fiscal Year Ended June 30, 2012**

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2011		Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2012		
						Adjustments						(Accounts Receivable)	Deferred Revenue	Due To Grantor
<b>U.S. Department of Agriculture</b>														
Passed-Through State Department of Education:														
Food distribution program	10.550	N/A	07/01/11 - 06/30/12	\$ 29,140.62	\$ 0.00	\$ 0.00	\$ 0.00	\$ 29,140.62	\$ 29,140.62	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
National school lunch program	10.555	N/A	07/01/11 - 06/30/12	105,051.12	0.00	0.00	0.00	89,316.76	105,051.12	0.00	0.00	(15,734.36)	0.00	0.00
National school lunch program	10.555	N/A	07/01/10 - 06/30/11	106,132.18	(20,785.18)	0.00	0.00	20,785.18	0.00	0.00	0.00	0.00	0.00	0.00
Total U.S. Department of Agriculture					(20,785.18)	0.00	0.00	139,242.56	134,191.74	0.00	0.00	(15,734.36)	0.00	0.00
<b>U.S. Department of Education</b>														
Passed-Through State Department of Education:														
General fund:														
Education jobs fund - ARRA	84.410	ARRA512012	08/01/10 - 09/30/12	208,078.00	0.00	0.00	0.00	151,222.82	151,222.82	0.00	0.00	0.00	0.00	0.00
Total general fund					0.00	0.00	0.00	151,222.82	151,222.82	0.00	0.00	0.00	0.00	0.00
<b>U.S. Department of Education</b>														
Passed-Through State Department of Education:														
Special revenue fund:														
Title I Part A	84.010	NCLB512012	09/01/11 - 08/31/12	86,947.00	0.00	0.00	0.00	86,947.00	86,769.00	0.00	0.00	0.00	178.00	0.00
Title I Part A	84.010	NCLB512011	09/01/10 - 08/31/11	92,024.00	(54,589.00)	0.00	0.00	54,589.00	0.00	0.00	0.00	0.00	0.00	0.00
Title I Part A	84.010	NCLB512010	09/01/09 - 08/31/10	74,612.00	(8,780.00)	0.00	0.00	8,780.00	0.00	0.00	0.00	0.00	0.00	0.00
Title II Part A	84.367	NCLB512012	09/01/11 - 08/31/12	24,935.00	0.00	0.00	0.00	24,935.00	24,935.00	0.00	0.00	0.00	0.00	0.00
Title II Part A	84.367	NCLB512011	09/01/10 - 08/31/11	24,589.00	(8,023.00)	0.00	0.00	8,023.00	0.00	0.00	0.00	0.00	0.00	0.00
Title II Part A	84.367	NCLB512010	09/01/09 - 08/31/10	27,402.00	(4,140.00)	0.00	0.00	4,140.00	0.00	0.00	0.00	0.00	0.00	0.00
Title II Part D	84.367	NCLB512011	09/01/10 - 08/31/11	2,684.00	(2,279.00)	0.00	0.00	2,279.00	0.00	0.00	0.00	0.00	0.00	0.00
Title III	84.365	NCLB512012	09/01/11 - 08/31/12	8,335.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Title IV Drug free school & communities act	84.188	NCLB512010	09/01/09 - 08/31/10	3,001.00	(404.00)	0.00	0.00	405.00	0.00	(1.00)	0.00	0.00	0.00	0.00
I.D.E.A. Part B, regular	84.027	IDEA512012	09/01/11 - 08/31/12	286,568.00	0.00	0.00	0.00	286,568.00	286,568.00	0.00	0.00	0.00	0.00	0.00
I.D.E.A. Part B, regular	84.027	IDEA512011	09/01/10 - 08/31/11	276,570.00	(74,822.00)	0.00	0.00	74,822.00	0.00	0.00	0.00	0.00	0.00	0.00
I.D.E.A. Part B, preschool	84.173	IDEA512012	09/01/11 - 08/31/12	17,633.00	0.00	0.00	0.00	17,633.00	17,633.00	0.00	0.00	0.00	0.00	0.00
I.D.E.A. Part B, preschool	84.173	IDEA512011	09/01/10 - 08/31/11	17,604.00	(8,760.00)	0.00	0.00	8,760.00	0.00	0.00	0.00	0.00	0.00	0.00
ARRA - I.D.E.A. Part B, regular	84.391	ARRA512010	09/01/09 - 08/31/11	325,216.00	(27,144.00)	0.00	0.00	27,144.00	0.00	0.00	0.00	0.00	0.00	0.00
ARRA - I.D.E.A. Part B, preschool	84.392	ARRA512010	09/01/09 - 08/31/11	11,764.00	(139.00)	0.00	0.00	139.00	0.00	0.00	0.00	0.00	0.00	0.00
Total special revenue fund					(189,080.00)	0.00	0.00	605,164.00	415,905.00	(1.00)	0.00	0.00	178.00	0.00
Total U.S. Department of Education					(189,080.00)	0.00	0.00	756,386.82	567,127.82	(1.00)	0.00	0.00	178.00	0.00
Total federal financial awards					\$ (209,865.18)	\$ 0.00	\$ 0.00	\$ 895,629.38	\$ 701,319.56	\$ (1.00)	\$ 0.00	\$ (15,734.36)	\$ 178.00	\$ 0.00

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2012**

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2011				Cash Received	Budgetary Expenditures	Adjustments	Adjustments/Repayment of Prior Years' Balances	Balance at June 30, 2012			Memo	
				Deferred Revenue (Accounts Receivable)	Due To Grantor	Carryover/ (Walkover) Amount	Accounts Receivable					Deferred Revenue	Due To Grantor	Budgetary Receivable	Cumulative Total Expenditures	
<b>General fund:</b>																
<b>State Department of Education:</b>																
Equalization aid	12-495-034-5120-078	07/01/11 - 06/30/12	\$ 4,328,380.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 3,917,243.42	\$ 4,328,380.00	\$ 0.00	\$ 0.00	\$ (411,136.58)	\$ 0.00	\$ 0.00	\$ 411,136.58	\$ 4,328,380.00	
Equalization aid	11-495-034-5120-078	07/01/10 - 06/30/11	4,201,565.00	(397,656.02)	0.00	0.00	397,656.02	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-	
Categorical transportation aid	12-495-034-5120-014	07/01/11 - 06/30/12	105,365.00	0.00	0.00	0.00	95,356.77	105,365.00	0.00	0.00	(10,008.23)	0.00	0.00	10,008.23	105,365.00	
Categorical special education aid	12-495-034-5120-089	07/01/11 - 06/30/12	952,076.00	0.00	0.00	0.00	861,641.87	952,076.00	0.00	0.00	(90,434.13)	0.00	0.00	90,434.13	952,076.00	
Categorical special education aid	11-495-034-5120-089	07/01/10 - 06/30/11	952,076.00	(90,108.98)	0.00	0.00	90,108.98	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-	
Security aid	12-495-034-5120-084	07/01/11 - 06/30/12	141,958.00	0.00	0.00	0.00	128,473.94	141,958.00	0.00	0.00	(13,484.06)	0.00	0.00	13,484.06	141,958.00	
Reimbursement of nonpublic transportation costs	-	07/01/11 - 06/30/12	13,306.95	0.00	0.00	0.00	0.00	13,306.95	0.00	0.00	(13,306.95)	0.00	0.00	13,306.95	13,306.95	
Reimbursement of nonpublic transportation costs	-	07/01/10 - 06/30/11	12,765.55	(12,765.55)	0.00	0.00	12,765.55	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-	
AntiBullying bill of rights	-	07/01/11 - 06/30/12	6,876.00	0.00	0.00	0.00	6,876.00	6,876.00	0.00	0.00	0.00	0.00	0.00	0.00	6,876.00	
Extraordinary aid	12-100-034-5120-473	07/01/11 - 06/30/12	121,259.00	0.00	0.00	0.00	0.00	121,259.00	0.00	0.00	(121,259.00)	0.00	0.00	121,259.00	121,259.00	
Extraordinary aid	11-100-034-5120-473	07/01/10 - 06/30/11	166,747.00	(81,747.00)	0.00	0.00	166,747.00	85,000.00	0.00	0.00	0.00	0.00	0.00	0.00	85,000.00	
Reimbursed T.P.A.F. social security contributions	12-495-034-5095-002	07/01/11 - 06/30/12	629,861.18	0.00	0.00	0.00	627,623.93	629,861.18	0.00	0.00	(2,237.25)	0.00	0.00	2,237.25	629,861.18	
Reimbursed T.P.A.F. social security contributions	11-495-034-5095-002	07/01/10 - 06/30/11	606,945.72	(29,361.03)	0.00	0.00	29,361.03	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-	
On-behalf T.P.A.F. pension contributions	12-495-034-5095-002	07/01/11 - 06/30/12	260,964.00	0.00	0.00	0.00	260,964.00	260,964.00	0.00	0.00	0.00	0.00	0.00	0.00	260,964.00	
On-behalf post retirement medical contributions	12-495-034-5095-006	07/01/11 - 06/30/12	524,607.00	0.00	0.00	0.00	524,607.00	524,607.00	0.00	0.00	0.00	0.00	0.00	0.00	524,607.00	
<b>Total general fund</b>				<u>(611,638.58)</u>	<u>0.00</u>	<u>0.00</u>	<u>7,119,425.51</u>	<u>7,169,653.13</u>	<u>0.00</u>	<u>0.00</u>	<u>(661,866.20)</u>	<u>0.00</u>	<u>0.00</u>	<u>661,866.20</u>	<u>7,169,653.13</u>	
<b>Debt service fund:</b>																
Debt service aid type II	12-495-034-5120-017	07/01/11 - 06/30/12	684,762.00	0.00	0.00	0.00	684,762.00	684,762.00	0.00	0.00	0.00	0.00	0.00	0.00	684,762.00	
<b>State Department of Agriculture:</b>																
National school lunch program (state share)	12-100-010-3350-023	07/01/11 - 06/30/12	5,807.43	0.00	0.00	0.00	4,948.84	5,807.43	0.00	0.00	(858.59)	0.00	0.00	858.59	5,807.43	
National school lunch program (state share)	11-100-010-3350-023	07/01/10 - 06/30/11	6,473.20	(1,359.81)	0.00	0.00	1,359.81	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-	
<b>Total enterprise fund</b>				<u>(1,359.81)</u>	<u>0.00</u>	<u>0.00</u>	<u>6,308.65</u>	<u>5,807.43</u>	<u>0.00</u>	<u>0.00</u>	<u>(858.59)</u>	<u>0.00</u>	<u>0.00</u>	<u>858.59</u>	<u>5,807.43</u>	
<b>Total state financial assistance</b>				<u>\$ (612,998.39)</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 7,810,496.16</u>	<u>\$ 7,860,222.56</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ (662,724.79)</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 662,724.79</u>	<u>\$ 7,860,222.56</u>	

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS  
AND FINANCIAL ASSISTANCE  
JUNE 30, 2012**

**NOTE 1 - GENERAL**

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

**NOTE 2 - BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget 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 (\$37,298.00) for the general fund and \$0.00 for the special revenue fund. See the Notes to Required Supplementary Information (Exhibit C-3) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general fund and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General fund	\$ 151,222.82	\$ 7,132,355.13	\$ 7,283,577.95
Special revenue fund	415,905.00	-	415,905.00
Debt service fund	-	684,762.00	684,762.00
Food service fund	<u>134,191.74</u>	<u>5,807.43</u>	<u>139,999.17</u>
Total awards and financial assistance	<u>\$ 701,319.56</u>	<u>\$ 7,822,924.56</u>	<u>\$ 8,524,244.12</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS  
AND FINANCIAL ASSISTANCE  
JUNE 30, 2012**

**NOTE 4 - RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5 - OTHER**

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

**NOTE 6 - MAJOR PROGRAMS**

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2012**

*Section I - Summary of Auditor's Results*

**Financial Statements**

Type of auditor's report issued: Unqualified Opinion

Internal control over financial reporting:

- 1) Material weakness(es) identified? \_\_\_\_\_ yes  X  no
- 2) Significant deficiencies identified? \_\_\_\_\_ yes  X  none reported

Noncompliance material to general-purpose financial statements noted? \_\_\_\_\_ yes  X  no

**Federal Awards**

Internal Control over compliance:

- 1) Material weakness(es) identified? \_\_\_\_\_ yes  X  no
- 2) Significant deficiencies identified? \_\_\_\_\_ yes  X  none reported

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

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? \_\_\_\_\_ yes  X  no

Identification of major programs:

<u>CFDA Numbers(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>I.D.E.A. B - basic</u>
<u>84.173</u>	<u>I.D.E.A. B - preschool</u>
<u>84.410</u>	<u>Education jobs fund</u>

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

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes  X  no

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2012**

*Section I - Summary of Auditor's Results (Concluded)*

**State Awards**

Dollar threshold used to distinguish between Type A and Type B programs:

\$300,000

Auditee qualified as low-risk auditee?

\_\_\_\_\_ yes   X   no

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

Unqualified Opinion

Internal Control over major programs:

1) Material weakness(es) identified?

\_\_\_\_\_ yes   X   no

2) Significant deficiencies identified that were not considered to be material weaknesses?

\_\_\_\_\_ yes   X   none reported

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

Unqualified Opinion

Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04?

\_\_\_\_\_ yes   X   no

Identification of major programs:

<u>GMIS Numbers(s)</u>	<u>Name of State Program</u>
<u>495-034-5120-078</u>	<u>Equalization aid</u>
<u>495-034-5120-089</u>	<u>Special education categorical aid</u>
<u>495-034-5120-084</u>	<u>Security aid</u>
<u>495-034-5095-002</u>	<u>Reimbursed TPAF social security contributions</u>
<u>495-034-5120-075</u>	<u>Debt service aid</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2012**

*Section II - Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements for which Government Auditing Standards requires reporting in a Circular A-133 audit. See paragraphs 13.15 and 13.35.

**Finding 12-0**

No Current Year Findings.

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

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

**Federal and State Awards**

**Finding 12-0**

No Current Year Findings or Questioned Costs.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
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 Letter 04-04.

**Status of Prior Year Findings**

**Finding 11-0**

There were no prior year audit findings.