

**SCHOOL DISTRICT OF THE
BOROUGH OF WOOD-RIDGE
COUNTY OF BERGEN, NEW JERSEY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2012**

**School District
of**

WOOD-RIDGE

**WOOD-RIDGE BOARD OF EDUCATION
Wood-Ridge, New Jersey**

**Comprehensive Annual Financial Report
Year Ended June 30, 2012**

Comprehensive Annual Financial Report

of the

WOOD-RIDGE BOARD OF EDUCATION
Wood-Ridge, New Jersey

Year Ended June 30, 2012

Prepared by

Thomas J. Perez
Board Secretary/Business Administrator

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INTRODUCTORY SECTION

Wood-Ridge Board of Education
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Dr. Beth Ebler, Superintendent

October 11, 2012

Dear Board Members:

The Comprehensive Annual Financial Report of the Wood-Ridge School District for the fiscal year ended June 30, 2012 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Wood-Ridge Board of Education.

To the best of my knowledge and belief, the data presented in the report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations 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 the principal officials. The financial section includes the independent Auditor's report, management discussion and analysis, the basic financial statements and notes. 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 provisions of the Single Audit Act Amendments of 1996, and the US Office of Management and Budget Circular A-133, "Audits of State and Local Governments," and the State Treasury Circular Letter 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:

The Wood-Ridge School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No.3 All funds of the District are included in this report. The Wood-Ridge Board of Education and all its schools constitute the District's reporting entity.

The district provides a full range of educational services appropriate to grade levels Kindergarten through grade 12. These include special education for children with disabilities. The District completed the 2011-2012 fiscal year with an enrollment of 1165 students, an increase of 0.17% students over the previous year's enrollment. The following details the changes in the student enrollment over the last eleven years.

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>% Change from Previous Year</u>
2011-2012	1165	0.17%
2010- 2011	1163	0.69%
2009-2010	1155	-2.12%
2008-2009	1180	2.43%
2007-2008	1152	1.93%
2006-2007	1130	0.00%
2005-2006	1132	4.62%

2004-2005	1082	4.54%
2003-2004	1035	3.60%
2002-2003	999	5.27%
2001-2002	949	6.75%

2. ECONOMIC CONDITION AND OUTLOOK:

The Wood-Ridge area is experiencing normal growth and expansion consistent with surrounding areas. The student population has **increased by 0.17%** from the previous year. The state unemployment rate for 2012 is reported at 9.1%, (8.2%/May 2012 national average) as reported in the US Bureau of Labor Statistics for 2012.

3. MAJOR INITIATIVES:

- ✓ Offered new courses/curriculum in the middle and high school: Journalism Publishing, Theatre, Art and Film, AP Chemistry, Forensic Science, Genetics, Biotechnology, Astronomy, Engineering the Future, Vocal History, History of Rock & Roll, WRHS School of Rock, Entrepreneurship, Stock Market Analysis, Web 2.0, and Culinary Arts 1 & 2.
- ✓ Reviewed/revised eighty-two (82) curriculums in various areas.
- ✓ Expanded the use of *Study Island* in Science at Wood-Ridge High School, a web-based supplemental /enrichment program which enhanced students' science learning. The program is accessible 24/7 to teachers, students and parents.
- ✓ Expanded *Read 180 ENTERPRISE EDITION* in Doyle Elementary, grades 3 - 5 and Ostrovsky Middle School, grades 6 -8 (Reading intervention program). *READ 180* is a comprehensive system of curriculum, instruction, assessment and professional development proven to raise reading achievement for struggling readers.
 - The Read 180/System 44 program is used as a means of intervention in the delivery of literacy instruction. In 2010-2011, the Doyle School purchased and utilized 10 student license packages in the System 44 program that were implemented in one section of Grade 5 Resource Room Literacy Block students. In 2010-2011, the Doyle School purchased and utilized 30 student license packages in the Read 180 Enterprise program that were implemented Grades 3-5 in the Remedial Reading portion of the 90 minute literacy block.
- ✓ Expanded Systems 44 in Doyle Elementary School, grades 3 -5 and Ostrovsky Middle School, grades 6 - 8 (Reading intervention program). *System 44* is a foundational reading and phonics program designed for our most challenged, struggling readers.
- ✓ Expanded Acellus labs to grades 3- 12. Acellus provides powerful and informative lectures that are used by teachers to enrich and enhance their traditional classroom learning experience. Acellus also offers deployment options for :
 - Special Education
 - Remediation
 - Credit Recovery
 - Supplemental Instruction
 - Advanced Placement (AP)
 - Gifted and Talented Programs
 - English as a Second Language Programs
 - Adult or GED
 - Tutoring and After School Programs

- Doyle and Ostrovsky each purchased 100 licenses and two carts of Acellus net books used to remediate identified students in grades 4 and 5 and 6 – 8 during the 2011-2012 school year. Identification was based primarily on 2011 NJ ASK scores and Fall 2011 NWEA MAP results. Students were offered programs in language arts and/or math dependent on identified weaknesses.
- ✓ Expanded Measures of Academic Progress (MAP) district interim assessments in Reading, writing and Mathematics in grades K -12. MAP (s) diagnostic and predictive assessments provide detailed, actionable data about where each child is on their unique learning path.
 - Doyle: The program was expanded from the 2010-2011 K-2 programs to include all students K-5 in 2011-2012. This program expansion allow for meaningful District Interim Assessments to take place in all grade levels of the Doyle School program. DIA's are performed three times annually for grades 1-5 and twice annually for the kindergarten. In the 2011-2012 school year, the Doyle School has moved to full inclusion for the instruction of literacy in grades K-5. This has resulted in the expansion of our intervention programs. The Doyle School has purchased and utilized the upgraded Read 180 Next Generation package (40 licenses) and 20 additional System 44 student licenses. These purchases has allowed for nearly 60 students to be identified for inclusion instruction in the area of literacy (90 minutes daily).for grades 3-5.
- ✓ Doyle Elementary School. Three (3) teachers and three (3) paraprofessionals received intensive year-long training in the NJDOE revised Preschool and Early Child Education Guidelines and Educational programs. Doyle School selected "Tools of the Mind" model to be implemented with fidelity during the 2012-2013 SY.
- ✓ Participated in NWEA Science Field Test Grades 9-12. Students participated in the development of Chemistry and Physics field testing with NWEA MAP
- ✓ Implemented Think Through Math/Apangea Grades 9 – 12. Implemented pilot web based math instruction that supplemental math curriculum and credit recovery option.
- ✓ Implemented EverFi Financial Literacy - provide web based instruction on financial literacy to students as well as FAFSA instruction for students and parents
- ✓ Established Collegiate Academy, Felician College. Provide students with opportunities to advance learning at the collegiate level in any area of study, and earn college credits while still in high school
- ✓ Implemented Medical Terminology, Bergen Community College. Provide students with opportunities to advance learning at the collegiate level specific to the medical field.
- ✓ Implemented HSPA Prep Program. Provide students with opportunities to advance their skills and related performance on State mandated HSPA.
- ✓ Implemented In-school Suspension Program. -Provide another level to the school's resources for progressive discipline so that students continue to receive instructional services instead of loss of services while on home suspension
- ✓ Implemented Stevens Institute of Technology (GK12) Visiting Fellows Program. Provide math and science students with opportunities to learn of STEM research conducted by graduate fellows.
- ✓ Selected by Stevens Institute of Technology TA program as part of the federally funded professional development in engineering for high and middle school science and technology teachers.
- ✓ Implemented Computer Aided Design. Provide opportunities for students through science, math, and art to learn of CAD applications, and acquire and utilize the related skills.

- ✓ Implemented the Paper Mill Playhouse Adopt-A-School Project. It is a four-phase, four-year, arts-in-education initiative aimed at bringing the arts directly into New Jersey's high school classrooms. The program employs observation and participation in the performing arts as a means of intensifying academic studies, teaching cultural and functional literacy skills, developing an informed arts audience.
- ✓ Implemented New Jersey Performing Arts Center in-school residency program in historical Hip-Hop dance. This program allowed students an opportunity to learn dance alongside professional dancers as well as expand our performing arts courses.
- ✓ Utilized *Illuminate*, Videoconferencing and Webinars to reduce out-of-district professional development costs in partnership with Rutgers University, Montclair State University and Verizon (co-teaching, differentiated instruction, writing).
- ✓ Continued professional development partnership in grades K- 12 for science, technology and mathematics teachers with Montclair State University-Bristol Meyers Squibb Center, as a CUSP team, and Rutgers University CEMSE Program.
- ✓ Continued Summer Institute for teachers in Mathematics and Science with Montclair State University.
- ✓ Expanded Reading and Writing Workshops with Teachers College, Columbia University in Doyle Elementary School.
 - Grades One and Two staff members participated in multiple professional development sessions (3 sessions/15 hours total) with a trainer from the Teachers College Writers Workshop program throughout the 2011-2012 school year. As the training has progressed, components of the Writers Workshop have been presented in the daily course of instruction on these grade levels.
- ✓ Implemented Reading and Writing Workshops with Teachers College, Columbia University in Ostrovsky Middle School.
- ✓ Implemented CPO science in grade 8. CPO features an integrated approach to teaching science. Each system includes student textbook, investigations manual, equipment, and technology tools.
- ✓ Grade K Reform program: *Tools of the Mind*, alignment to NJDOE Early Childhood guidelines and requirements.
- ✓ Implemented Orton Gilligham Reading Program at Doyle Elementary School.
 - Three Grade One staff members received the standard 30 hour certification in Orton-Gillingham training. Orton-Gillingham is a research based reading intervention program (RTI).
- ✓ Revised Mathematics program in grades 1-5, *Envision Mathematics Series*.
- ✓ Implemented *Co-Gat* Testing in grades K-8.
 - An identified population of students in the Doyle and Ostrovsky Schools were administered the CoGat Test Battery for verbal, non-verbal, and quantitative reasoning. Results of these assessments will be used to further identify students in the areas of Gifted and Talented education.
- ✓ Engaged in mathematics professional development, with the Conquer Mathematics Center for grades 6 – 8. Focusing on Content of Common Core State Standards Workshops.
- ✓ Expanded Distance Learning, dual enrollment and credit recovery programs with Bergen Community College, Felician College, and Florida Virtual at the high school which allowed students to earn high school and college credits.

- ✓ Expanded Virtual High School Program via Florida Virtual High School, New Jersey Virtual School (NJHS) and Educere which allowed students credit recovery opportunities to meet high school graduation requirements as well as expanding high school electives and college credits
- ✓ Expanded Health Careers and Medical Terminology College level Course at Wood-Ridge High School.
- ✓ Implemented Charlotte Danielson Teacher Evaluation program and professional development library.
- ✓ Implemented Curriculum Mapper. Web-based curriculum tool. Provides continuity and tracking of skills taught throughout the year.
- ✓ Upgraded PowerSchool to PowerSchool 7.0 (student information system) modules which enhanced the District's communication and attendance capabilities with teachers and with the parent community.
- ✓ Continued update and expansion of PowerScheduler (master scheduler builder).
- ✓ Implemented Professional Development Committee.
- ✓ Implemented Professional Learning Communities Grades K-12 through common planning time.
- ✓ Implemented a new Website through Schoolwires to improve communications and updates. Centricity² gave the district the power to build a superior Web 2.0 experience – and the tools to get users to engage with it. The website allows us to improve teacher effectiveness through class websites that enliven the digital learning experience. Increase student engagement with information about class activities and assignments at their fingertips 24x7. Inspire parental involvement by bringing them into their children's daily classroom activities with the best of Web 2.0 functionality.
- ✓ Implement Applitrack.
 - AppliTrack HR Files is a web-based software that is designed to manage employees, and the paperwork associated with employee management, in an automated and paperless manner. AppliTrack HR Files is fully integrated with the AppliTrack applicant tracking and recruiting system and offers users the same tools that are used to manage the hiring process, but for use with employees.
- ✓ Implement Aesop.
 - Aesop is an automated absence management and sub placement needs. Aesop's integrated phone and internet technologies allow all personnel to access the service anytime, anywhere, including full Spanish and French access for teachers and substitutes. Administrators stay informed through extensive reporting, including a custom report writer, and can use skill-matching and preference lists to ensure qualified substitute placements. Teachers can register absences at any time, and substitutes can search for and accept jobs through the phone or internet, plus receive automatic notification of open positions. Aesop also saves data entry time by integrating with many HR and payroll systems.
- ✓ On June 18th, the District converted the phone system from Verizon to Optimum. This number will provide directory access to each school, office and staff member.
- ✓ Completed architectural design and blue prints for Wood-Ridge Intermediate School.
 - Completed final review of room design.
 - Completed selection of finishes and furnishings.
 - Final phase of Wood-Ridge Intermediate School budget allocations.

- ✓ Updated Video and T.V. Production classroom.
- ✓ Renovated Boys Locker Room
- ✓ Updated Security Swipe Cards,
- ✓ Established Superintendent's Parent and Student Advisory Councils.
- ✓ Reviewed all personnel records and reassigned certificated staff based on proper credentials
- ✓ Revised all Job Descriptions.
- ✓ Purchased new textbooks in:

○ **HISTORY DEPARTMENT**

- The Americans
- Sociology
- World History
- Modern World History

○ **SPANISH DEPARTMENT**

- Realidades
- 6 yr Online Access
- Realidades 3 AP Spanish
-

○ **ENGLISH DEPARTMENT**

- Grade 9 with 6yr Online
- Grade 9 Grammar Book
- Grade 10 with 6yr Online
- Grade 10 Grammar Book
- English Supplemental Reading

○ **MATH DEPARTMENT**

- AP CALCULUS

○ **SCIENCE DEPARTMENT**

- Biology ONLINE SUBSCRIPTION
- Engineering For the Future
- Biology H
- Modern Biology
- AP Biology/ Biology
- Chemistry H
- Modern Chemistry
- AP Chemistry

○ **TECHNOLOGY**

- Accounting
- Personal Finance
- Entrepreneurship

- ✓ Continued athletic programs for middle and high school students. Students in Middle School are offered Volleyball in grades 6-8. High School students are offered:
- ✓ Instituted Athletic Showcase

Athletics

Volleyball

Meadowlands Division Champions

Girls Soccer

Meadowlands Division Champions -11th STRAIGHT LEAGUE CHAMPIONSHIP

Girls Tennis

Meadowlands Division Champions

Competition Cheering

Awarded "International Grand Champions"

Soccer

Boys Basketball

League Champions

Herb Cohen Holiday Tournament Champions

State Sectional Championship Appearances

Girls Basketball

Athlete of the Month – March issue of *NJ Sports Fitness and Wellness Magazine*.

Bowling

Patriot Division League Champions

Baseball

Outdoor Track and Field

State Sectional Champion- Shot Put

Softball

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. The 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.

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 re-appropriation of fund balance in the subsequent year. These amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2012.

6 CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements". 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 online in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7 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.

8 OTHER INFORMATION:

A) Independent Audit: state statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ferraioli, Wielkottz, Cerullo and Cuva, P.A., was selected by the Board of Education. 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, Amendments of 1996 and the related OMB Circular A-133, Revised, and State Office of Management and Budget Circular Letter 04-04. The auditor's report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

B) Awards: The school district is extremely proud of its students, who achieve levels of distinction in academics, athletics, and service. Following are areas in which Wood-Ridge students excelled during the 2011-2012 school year:

- Twenty (20) high school students received the President's Award for Educational Excellence .
- 2012 SNAP Conference. Winners of 12th grade category for their production on the "Don't Stand for Bullying"
- The Great Adventure – "Music in the Parks" Competition. First Place. Ostrovsky Middle School Vocal Ensemble and HS Chorale. First place in division (Middle School Mixed Choirs under the population of 750 and High School Mixed Choirs and Concert Bands under the population of 750).

- o The Great Adventure – “Music in the Parks” Competition. Second Place. Wood-Ridge High School.
- o WRHS Debate Team, under the direction of Mrs. Gaven, awarded Second Place in The Bergen County Debate League - Fort Lee Tournament.
- o Recipient of the Healthy U Grant in partnership with Meadowlands YMCA. Award amount \$30,000 in materials; on-site support/coaching curriculum, Fitnessgram, and training.

The following Academic scholarships were awarded to the class of 2012:

SCHOLARSHIPS 2012	AMOUNT
American Legion Post #97 Outstanding Pupil Award	Certificate/check
American Legion Post 310 of Little Ferry- John H. Gertz	\$2000
American Legion Post 310 of Little Ferry- John H. Gertz	\$2000
Bergen County Women’s Coaches Association Award	\$300
Moonachie Board of Education Scholarship	\$1000
Moonachie Education Association Award for Academic Excellence	\$200
Moonachie Education Association Commercial Award – in memory of Gladys DiSalvo	\$200
Moonachie Hose Co. #1 Ladies Auxiliary Award	\$100
Moonachie Scholarship Fund	\$1900
MSG Varsity	\$1500
NJSIAA Scholar-Athlete	Certificate
Segovia Scholarship	\$1000
Student Council Awards	\$200
Teterboro Airport Scholarship	\$1500
The Donna Ricker Memorial Scholarship	\$1000
The Emil J. & Scott Kenneth Rendzio Scholarship in honor of Ken Schoener	\$500
The Frank Mendola Trade Award	\$200
The Gary Allan Randall Award	\$300
The Gerald Labenski Coaches Award	\$1000
The Herb Cohen Memorial Annual Scholarship	\$500
The Herb Cohen Memorial Annual Scholarship	\$500

The Judie Ranges Memorial Scholarship	\$1000
The Lou Lanzalotto Bergen County Coaches Award	\$500
The Richard Charles Janesky III Mem. Scholarship	\$500
The Robert McGillivray Scholarship	\$250
The William Brignola Scholarship	\$200
VFW Post 3616 American History Award	\$100/Plaque
VFW Post 3616 American History Award	\$100/Plaque
Wood-Ridge Education Association Scholarship Salutatorian Scholarship	\$200
Wood-Ridge Education Association Scholarship – Edward J. Murphy	\$200
Wood-Ridge Education Association Scholarship – Emil Visocky	\$100
Wood-Ridge Education Association Scholarship – Gretta Roffman Ostrovsky	\$1000
Wood-Ridge Education Association Scholarship – Valedictorian Scholarship	\$500
Wood-Ridge High School Theater Arts Award	\$1550
Wood-Ridge Lions Club Scholarship -- In honor of Vincent Pascale and all Charter Members	\$2500
Wood-Ridge Lions Club Scholarship – William Nagel Award	\$1500
Wood-Ridge PTA Scholarship	\$4000
Wood-Ridge 35 and Older Softball Rec. Scholarship	\$1000
Wood-Ridge Memorial Foundation Scholarship – Fiesta Scholarship I-II-III	\$4000
Wood-Ridge Memorial Foundation Scholarship – In memory of Walter Adams	\$1500
Wood-Ridge Memorial Foundation Scholarship – VFW #3616, In memory of Walter Goerner Sr. and Lester Cosgrove	\$1500
Wood-Ridge Memorial Foundation Scholarship – Bank of America Award and in memory of Frank Reiger and Kathryn H. Gilio	\$1750
Wood-Ridge Memorial Foundation Scholarship – Citizens Scholarship I, II	\$4000
Wood-Ridge Memorial Foundation Scholarship - In Memory of George Purvis Young, Sr., George Purvis Young, Jr., John C. Murray, John L. Kohler, Murray & Helen Ludmer and Denise Gorab	\$4000
Wood-Ridge Memorial Foundation Scholarship – In Memory of Charles L. and Elizabeth Bertini	\$2000

Wood-Ridge Memorial Foundation Scholarship – In Memory of Alfred & Evelyn Corneth, In Memory of William Staubach	\$2000
Wood-Ridge Memorial Foundation Scholarship - Kearny Federal Savings Bank	\$2000
Wood-Ridge Memorial Foundation Scholarship – In memory of John Borrensen	\$2000
Wood-Ridge Memorial Foundation Scholarship - In memory of George Nassan	\$2000
Wood-Ridge Memorial Foundation Scholarship – In Memory of I.J. & Mary LaRosa, In Memory of Winnie Parducci, In Memory of Dei, Borghi, Lomenzo Families, In Memory of Nicholas Dinallo	\$2000
Wood-Ridge Memorial Foundation Scholarship – In memory of Alfred A. Fuhro, In Memory of Daisy N. Mathe, In Memory of Edward DiMiceli, In Memory of Carl and Alice Nelson	\$1500

Points of Pride in Wood-Ridge Schools

2010 – 2011	2011 - 2012
	<u>EXISTING/UPDATED:</u>
<ul style="list-style-type: none"> • Twenty-one percent (21%) of high school students study three or, more years of a foreign Language • Four (4) AP Courses were available • Fifteen percent (15%) of WRHS students took one or more honors/AP courses. • Number of students that earned AP scholar designation by the • Eleven (11) students received a 4 or 5 for exceptional achievement on college level AP exams. • 56 % of WRHS graduates continued their education in a four year institute of higher education, 32% attended a two year program; Employment 5% -Military 3% - Career Ed. 4% • Fourteen (14) students were inducted into the National Honor Society. • Doyle, Ostrovsky and WRHS participated in the Annual Art and Winter/Spring Musical Arts Jam 	<ul style="list-style-type: none"> • Twenty-one percent (21%) of high school students study three or, more years of a foreign Language • Six (6) Advanced Placement (AP) courses were available • Twenty-eight (28%) of WRHS students took one or more honors/AP courses. • Number of students that earned AP scholar designation by the..... (WAITING ON AP SCORES) • (WAITING ON AP SCORES) students received a 4 or 5 for exceptional achievement on college level AP exams. • 72% of WRHS graduates continued their education in a four year institute of higher education, 16% attended a two year program; Work Force/Employment 4%; Military 0%; Vocational/Technical/Career Ed. 8% • Nineteen (19) students were inducted into the National Honor Society. • Doyle, Ostrovsky and WRHS participated in the Annual Art and Winter/Spring Musical Arts Jam

- PTA continues to provide cultural enrichment to all K-12 students, Book Fairs, and scholarships.
- Chorale performances: Tomorrow's Children's fund at Hackensack Medical Center and Great Adventure "Music in the Parks" Competition and the Annual Bergen County Teen Arts Festival.

- Based on NEW federally mandated "four-year adjusted cohort graduation rate: 2010-2011 graduation rate: 83.3%

- PTA continues to provide cultural enrichment to all K-12 students, via assembly programs, Book Fairs, and scholarships. The PTA has also become a supporter of the WRHS Beautification Project, supporting project based learning.
- Chorale and Band performances: Great Adventure "Music in the Parks" Competition and the Annual Bergen County Teen Arts Festival.

NEW TO WRHS IN 2011 – 2012:

- 100% of students in the Class of 2012 successfully met requirements for passing HSPA or AHSA
- Student Drop-Out rate fell from six (6) students in 2010-2011 to one (1) student in 2011-2012.
- Based on NEW federally mandated "four-year adjusted cohort graduation rate: 2011-2012 graduation rate: 96.6%
- Secured a 3 year grant with EverFi, a Financial Literacy program offering web based instruction on financial literacy to students as well as FAFSA instruction for students and parents.
- Instituted a new partnership, Collegiate Academy, with Felician College to provide students with opportunities to advance learning at the collegiate level in any area of study, and earn college credits while still in high school.
- Dual Enrollment program, Medical Terminology, Bergen Community College was implemented to provide students with opportunities to advance learning at the collegiate level specific to the medical field.
- NJ Performing Arts Center was introduced and offered for a semester and provided students with opportunities to explore the art of dancing and performing as a career
- Paper Mill Play House grant was secured and the program was implemented to provide students with opportunities to explore the professional careers within the theatre/performing arts.

<ul style="list-style-type: none"> • 2010-2011 HSPA Cycle 1 Report <p>Language Arts Literacy</p> <ul style="list-style-type: none"> ○ Actual Passing (all students) <p style="text-align: center;">89.8%</p> <p style="text-align: center;">Mathematics</p> <ul style="list-style-type: none"> ○ Actual Passing (all students) <p style="text-align: center;">66.7%</p>	<ul style="list-style-type: none"> • HSPA Prep Program provided students with opportunities to advance their skills and related performance on State mandated HSPA. HSPA Cycle I reports indicate an improvement in student proficiency in both Math and LAL. • Think Through Math/Apangea program was piloted during 4th marking period. This program offered web based math instruction, aligned to the curriculum, that supplements class instruction and also serve as a credit recovery option. • Stevens Institute of Technology (GK12) Visiting Fellows Program provided math and science students with opportunities to learn of STEM research conducted by graduate fellows • Computer Aided Design program and training provided opportunities for students through science, math, and art to learn of CAD applications, and acquire and utilize the related skills to advance STEM initiatives. • Participation in the NWEA MAP program was expanded to include Science Field Test toward the development of Chemistry and Physics field testing with NWEA MAP. Note: MAP testing is conducted three times per year in Math, Reading, and Language Usage. • 2011-2012 HSPA Cycle 1 Report <p>Language Arts Literacy</p> <ul style="list-style-type: none"> ○ Actual Passing (all students) <p style="text-align: center;">95.6%</p> <p style="text-align: center;">Mathematics</p> <ul style="list-style-type: none"> ○ Actual Passing (all students) <p style="text-align: center;">81.2%</p>
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9. ACKNOWLEDGEMENTS:

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

Respectfully submitted,

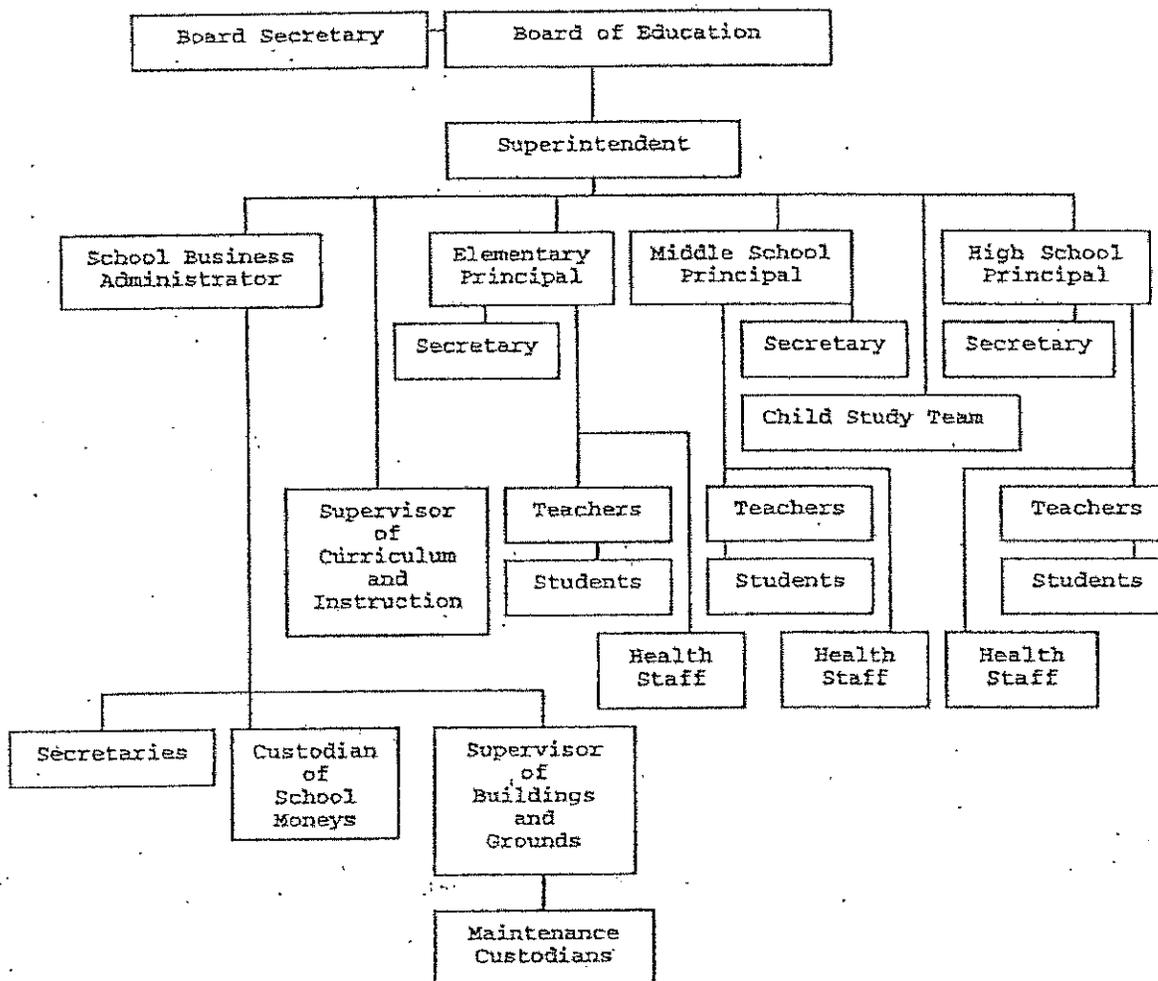
Beth Ebler, Ed. D.

POLICY

WOOD-RIDGE BOARD OF EDUCATION

ADMINISTRATION
1110/page 1 of 1
Organizational Chart

1110 ORGANIZATIONAL CHART



Adopted: 20 November 2001



**WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2012**

MEMBERS OF THE BOARD OF EDUCATION

	<u>Term Expires</u>
Albert Nieves, President	2015
Robert Valenti, Vice President	2014
Joseph Biamonte, Jr.	2013
Robert Talamini	2015
Colleen Sartori	2013
Charles Pallas (Moonachie Representative)	

OTHER OFFICIALS

Dr. Beth Ebler, Superintendent
Thomas J. Perez, Business Administrator/Board Secretary

**WOOD-RIDGE BOARD OF EDUCATION
CONSULTANTS AND ADVISORS
JUNE 30, 2012**

ARCHITECT

DiCara and Rubino Architects
30 Galesi Drive – West Wing
Wayne, NJ 07470

AUDIT FIRM

Ferraioli, Wielkotz, Cerullo and Cuva, P.A.
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Pompton Lakes, NJ 07422

ATTORNEY

Michael J. Gross
Kenney, Gross, Kovats and Parton
The Courts at Red Bank
130 Maple Avenue, Building 8
PO Box 8610
Red Bank, NJ 07701

OFFICIAL DEPOSITORY

Capital One Bank, NA
145 Route 17 South
East Rutherford, NJ 07073

ESCROW ACCOUNTS/SCHOLARSHIP FUNDS

TD Bank North
109 Boulevard
Hasbrouck Heights, NJ 07604

FINANCIAL SECTION

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkotz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

Certified Public Accountants
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442
973-835-7900
Fax 973-835-6631

Newton Office
100B Main Street
Newton, N.J. 07860
973-579-3212
Fax 973-579-7128

INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Borough of Wood-Ridge School District
County of Bergen, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund and the aggregate remaining fund information of the Board of Education of the Borough of Wood-Ridge School District, in the County of Bergen, 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 Borough of Wood-Ridge School District Board of Education's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit also 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 opinion.

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, and each major fund, and the aggregate remaining fund information of the Borough of Wood-Ridge Board of Education, in the County of Bergen, State of New Jersey, as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2012 on our consideration of the Borough of Wood-Ridge Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. This report is an integral part of our audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 19 through 28 and 61 through 66 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

The accompanying schedules 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.


Steven D. Wielkocz, C.P.A.
Licensed Public School Accountant
No. 816


FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

**REQUIRED SUPPLEMENTARY
INFORMATION - PART I**

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED**

The discussion and analysis of the Borough of Wood-Ridge Board of Education's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the District's financial performance as a whole and should not be interpreted as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the District's revenues and expenditures by program for the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service and Enterprise Fund.

FINANCIAL HIGHLIGHTS

- In total, net assets increased \$451,898. Net assets of governmental activities increased by \$465,723 while net assets of business-type activities decreased by \$13,825.
- General revenues accounted for \$17,663,626 in revenue or 98 percent of all District revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$392,360 or 2 percent of total revenues of \$18,055,986.
- The School District had \$18,019,410 in expenses related to governmental activities and business-type activities; only \$807,682 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants, entitlements and property taxes) of \$17,663,626 were adequate to provide for these programs.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District as a whole (district-wide statements), and then proceed to provide an increasingly detailed look at specified financial activities.

District-Wide Financial Statements

The *statement of net assets and statement of activities* reports information about the District as a whole and about its activities in a manner that helps answer the question, "Is the District better or worse off as a result of the year's activities?" These statements include all assets and liabilities of the District using the accrual basis of accounting, similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

USING THIS ANNUAL REPORT, (continued)

Both of the district-wide financial statements distinguish functions of the Borough of Wood-Ridge Board of Education that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

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

- Governmental Activities – All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type Activity – This service is provided on a charge for goods and services basis to recover all the expenses of the goods or services provided. The Food Service Enterprise fund is reported as a business activity.

The two statements report the District's net assets and changes in them. The change in net assets can be utilized by a reader to assist in determining whether the District's financial health is improving or deteriorating. However, the reader should also consider non-financial factors such as property tax base, current New Jersey laws restricting revenue growth, student enrollment growth, facility conditions, required educational programs and other factors in determining the District's overall financial health.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Borough of Wood-Ridge Board of Education, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the District's funds can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of *spendable resources* available at the end of the fiscal year. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash.

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

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

USING THIS ANNUAL REPORT, (continued)

The Borough of Wood-Ridge Board of Education maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the general, special revenue, capital project and debt service funds, which are considered to be major funds.

The Borough of Wood-Ridge Board of Education adopts annual appropriated budgets for its governmental funds. A budgetary comparison statement has been provided for the general fund, special revenue fund and debt service fund to demonstrate compliance with their budgets.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, the same as on the district-wide statements, therefore the statements will essentially match the business-type activities portion of the district-wide statements. The Borough of Wood-Ridge Board of Education uses proprietary funds to account for its food service program.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the District. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning budgetary information for the District's major funds.

Our auditor has provided assurance in his independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance are being provided by the auditor regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS

The Statement of Net Assets provides the perspective of the District as a whole. Net assets may, over time, serve as a useful indicator of a government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets and the depreciation of capital assets.

The School District's net assets were \$6,416,869 at June 30, 2012 and \$5,964,971 at June 30, 2011. Restricted net assets are reported separately to show legal constraints that limit the School District's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets (Table 1) and change in net assets (Table 2) of the School District.

Table 1

**Net Assets
June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Assets						
Current and Other Assets	3,391,369	3,014,426	103,037	131,292	3,494,406	3,145,718
Capital Assets	<u>8,799,848</u>	<u>8,923,665</u>	<u>23,709</u>	<u>1,916</u>	<u>8,823,557</u>	<u>8,925,581</u>
Total Assets	<u>12,191,217</u>	<u>11,938,091</u>	<u>126,746</u>	<u>133,208</u>	<u>12,317,963</u>	<u>12,071,299</u>
Liabilities						
Other Liabilities	324,744	311,297	72,221	64,858	396,965	376,155
Noncurrent Liabilities	<u>5,504,129</u>	<u>5,730,173</u>	_____	_____	<u>5,504,129</u>	<u>5,730,173</u>
Total Liabilities	<u>5,828,873</u>	<u>6,041,470</u>	<u>72,221</u>	<u>64,858</u>	<u>5,901,094</u>	<u>6,106,328</u>
Net Assets						
Invested in Capital Assets -						
Net of Related Debt	3,514,848	3,373,665	23,709	1,916	3,538,557	3,375,581
Restricted	2,751,211	2,496,890			2,751,211	2,496,890
Unrestricted	<u>96,285</u>	<u>26,066</u>	<u>30,816</u>	<u>66,434</u>	<u>127,101</u>	<u>92,500</u>
Total Net Assets	<u>6,362,344</u>	<u>5,896,621</u>	<u>54,525</u>	<u>68,350</u>	<u>6,416,869</u>	<u>5,964,971</u>

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 2 below shows the changes in net assets for fiscal year 2012 compared to 2011.

**Table 2
Changes in Net Assets
Year Ended June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Revenues						
Program Revenues:						
Charges for Services and Sales			295,931	299,648	295,931	299,648
Operating Grants and Contributions	415,322	459,208	96,429	87,947	511,751	547,155
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes	13,835,136	13,563,859			13,835,136	13,563,859
Property Taxes, Levied for Debt Services	478,252	453,918			478,252	453,918
Federal and State Aid not Restricted	1,880,588	1,487,323			1,880,588	1,487,323
Federal and State Aid not Restricted - Capital Outlay	7,484	29,175			7,484	29,175
Federal and State Aid not Restricted - Construction in Progress		61,303				61,303
Community Development Block Grant Cancelled	(6,161)				(6,161)	
Tuition Received	1,388,926	1,208,085			1,388,926	1,208,085
Miscellaneous Income	<u>79,401</u>	<u>139,410</u>	<u> </u>	<u> </u>	<u>79,401</u>	<u>139,410</u>
Total Revenues and Transfers	<u>18,078,948</u>	<u>17,402,281</u>	<u>392,360</u>	<u>387,595</u>	<u>18,471,308</u>	<u>17,789,876</u>

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Functions/Program Expenses						
Instruction:						
Regular	5,950,785	5,892,176			5,950,785	5,892,176
Special Education	1,065,358	1,071,942			1,065,358	1,071,942
Other Special Education	253,244	250,447			253,244	250,447
Other Instruction	473,704	452,079			473,704	452,079
Support Services:						
Tuition	2,438,919	2,146,309			2,438,919	2,146,309
Student & Instruction						
Related Services	1,816,489	1,847,454			1,816,489	1,847,454
School Administrative						
Services	817,217	772,819			817,217	772,819
General Administrative						
Services	510,635	435,980			510,635	435,980
Central Administration	338,875	325,703			338,875	325,703
Administrative Information						
Technology	151,831	154,345			151,831	154,345
Plant Operations and Maintenance						
Maintenance	1,521,990	1,501,748			1,521,990	1,501,748
Pupil Transportation	441,156	519,844			441,156	519,844
Unallocated Benefits	1,361,521	1,076,657			1,361,521	1,076,657
Transfer of Funds to Charter Schools	27,658	49,296			27,658	49,296
Debt Service:						
Interest and Other Charges	211,820	221,082			211,820	221,082
Unallocated Depreciation	212,926	251,864			212,926	251,864
Capital Outlay - Nondepreciable	19,097	37,056			19,097	37,056
Food Service			406,185	381,875	406,185	381,875
Total Expenses and Transfers	<u>17,613,225</u>	<u>17,006,801</u>	<u>406,185</u>	<u>381,875</u>	<u>18,019,410</u>	<u>17,388,676</u>
Increase or (Decrease) in						
Net Assets	<u>465,723</u>	<u>395,480</u>	<u>(13,825)</u>	<u>5,720</u>	<u>451,898</u>	<u>401,200</u>

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Governmental and Business- Activities

As reported in the Statement of Activities the cost of all of our governmental and business-type activities this year was \$18,019,410. However, the amount that our taxpayers ultimately financed for these activities through School District taxes was only \$14,313,388 because some of the cost was paid by those who benefited from the programs \$295,931, by other governments and organizations who subsidized certain programs with grants and contributions \$511,751, by tuition revenue \$1,388,926, by miscellaneous sources \$79,401 and by unrestricted federal and state aid of \$1,888,072.

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state subsidy reimbursements. Significant financial results include the following:

- ✓ Food service expenses exceeded revenues by \$13,825.
- ✓ Charges for services provided totaled \$295,931. This represents amounts paid by consumers for daily food services.
- ✓ Federal and state reimbursement for meals served, including payments for free and reduced priced lunches, and donated commodities was \$96,429.

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS

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

During the fiscal year ended June 30, 2012, the School District amended the budgets of these major governmental funds several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditures item to the district but is required to be reflected in the financial statements.
- The special revenue fund was increased by \$130,842 for increases in federal and state grant awards.

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

General Fund

The general fund actual revenue was \$17,222,882. That amount is \$1,349,113 above the final amended budget of \$15,873,769. The variance between the actual revenues and final budget was the result of non-budgeted on-behalf payments of \$1,119,681 for TPAF social security reimbursements and on-behalf pension payments and \$229,432 of miscellaneous anticipated revenues and other state and federal aid.

The actual expenditures of the general fund were \$16,683,816 including transfers which is \$487,194 above the final amended budget of \$16,228,034. The variance between the actual expenditures and final budget was due to non-budget on-behalf TPAF social security and pension payments of \$1,119,681 and \$632,487 of unexpended budgeted funds.

Special Revenue Fund

The special revenue fund actual revenue was \$422,806. That amount is above the original budget estimate of \$318,655 and below the final amended budget of \$449,497. The \$130,842 variance between the original and final budget was due to adjustments to the federal and state grant monies awarded to the District after the original budget was approved. The \$26,691 variance between the final amended budget and the June 30, 2012 actual results was due to the deferral of Federal and State grants received in the current fiscal year to be spent in the next fiscal year.

The actual expenditures of the special revenue fund were \$422,806, which is above the original budget of \$318,655 and below the final amended budget of \$449,497. The \$130,842 variance between the original and final budget was due to adjustments to the expenditures related to the additional grants awarded to the District after the original budget was approved. The \$26,691 variance between the final amended budget and the June 30, 2012 actual results was due to the anticipation of fully expending federal and state grant programs. Expenditures will be incurred in the next fiscal year.

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2012 the School District had \$13,218,411 invested in sites, buildings and equipment. Of this amount, \$4,394,854 in depreciation has been taken over the years. We currently have a net book value of \$8,823,557. Table 3 shows fiscal year 2012 balances compared to 2011.

**Table 3
Capital Assets at June 30,
(Net of Depreciation)**

	<u>Government Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Land Improvements	158,709	167,929			158,709	167,929
Buildings and Building Improvements	8,286,720	8,349,046			8,286,720	8,349,046
Furniture, Equipment and Vehicles	354,419	316,212	23,709	1,916	378,128	318,128
Construction in Progress		90,478				90,478
	<u>8,799,848</u>	<u>8,923,665</u>	<u>23,709</u>	<u>1,916</u>	<u>8,823,557</u>	<u>8,925,581</u>

Debt Administration

At June 30, 2012, the District had \$5,504,129 of long-term debt. Of this amount, \$219,129 is for compensated absences and \$5,285,000 in school bonds payable.

**Table 4
Outstanding Serial Bonds at June 30,**

	<u>2012</u>	<u>2011</u>
2005 School Bonds	<u>5,285,000</u>	<u>5,550,000</u>

**BOROUGH OF WOOD-RIDGE BOARD OF EDUCATION
WOOD-RIDGE, NJ**

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

Anticipated growth in the number of students from the Wesmont Station Project are being addressed in concert with the Borough's anticipated purchase of the Assumption School. Due to a low enrollment the Archdiocese closed Assumption School on June 30, 2010. The Borough has entered into negotiations with the Archdiocese for the acquisition of the building. Upon acquisition the Borough will make various improvements and upgrades to the building. The Borough will then lease the building to the Board of Education for use as a school to address overcrowding. The planned opening of the Wood-Ridge Intermediate School will be for the 2013-2014 school year.

The school district closed June 2012 with an enrollment of 1,161 students. This is a decrease from last June's figure of 1,163 by 2 students. Demographic studies recently commissioned by the Board of Education projects an additional increase of students over the next five years based on live birth rates and inward migration patterns. Capacity to house students in the existing school buildings is lacking but will be alleviated to some degree with the opening of the Intermediate School.

The School District received State Aid in the amount of \$620,693 for the 2011-2012 which is an increase of \$308,170 over the 2010-2011 State Aid. This amount included an additional \$154,085. During the summer of 2011 the Board was informed by the State Department of Education that this additional amount could be expended in the 2011-2012 school year. However, the Board opted to carry this amount forward for use in the 2012-2013 school year. State Aid for the 2012-2013 school year will increase to \$756,240. This is still below the \$1,082,024 in State Aid received for the 2009-2010 school year.

New laws require the withholding of 1.5% of an employee's salary toward their health care benefits. The district administrators were subject to this new requirement upon the expiration of their contract on June 30, 2010. WREA members became subject to the newly enacted provisions of Chapter 78 regarding contributions toward their health care benefits.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Wood-Ridge Board of Education'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 information should be addressed to:

Thomas J. Perez
School Business Administrator/Board Secretary
Wood-Ridge Board of Education
89 Hackensack Street
Wood-Ridge, NJ 07075

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

WOOD-RIDGE BOARD OF EDUCATION
Statement of Net Assets
June 30, 2012

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	1,431,347	84,463	1,515,810
Receivables, net	1,528,073	12,077	1,540,150
Inventory		6,497	6,497
Restricted assets:			
Capital reserve account - cash	331,949		331,949
Emergency reserve account - cash	100,000		100,000
Capital assets:			
Other capital assets, net	8,799,848	23,709	8,823,557
Total Assets	<u>12,191,217</u>	<u>126,746</u>	<u>12,317,963</u>
LIABILITIES			
Accounts payable and accrued liabilities	320,095	62,549	382,644
Prepaid lunch deposits		9,672	9,672
Deferred revenue	4,649		4,649
Noncurrent liabilities:			
Due within one year	287,066		287,066
Due beyond one year	5,217,063		5,217,063
Total liabilities	<u>5,828,873</u>	<u>72,221</u>	<u>5,901,094</u>
NET ASSETS			
Invested in capital assets, net of related debt	3,514,848	23,709	3,538,557
Restricted for:			
Capital Projects	1,484,630		1,484,630
Debt Service	1,513		1,513
Other Purposes	1,265,068		1,265,068
Unrestricted (Deficit)	96,285	30,816	127,101
Total net assets	<u>6,362,344</u>	<u>54,525</u>	<u>6,416,869</u>

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

WOOD-RIDGE BOARD OF EDUCATION
Statement of Activities
For the Fiscal Year Ended June 30, 2012

Functions/Programs	Program Revenues					Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:								
Instruction:								
Regular	\$ 4,991,142	959,643		384,491		(5,566,294)		(5,566,294)
Special education	881,452	183,906				(1,065,358)		(1,065,358)
Other special instruction	208,137	45,107				(253,244)		(253,244)
Other instruction	416,403	57,301				(473,704)		(473,704)
Support services:								
Tuition	2,438,919					(2,438,919)		(2,438,919)
Student & instruction related services	1,582,299	234,190		30,831		(1,785,658)		(1,785,658)
General administrative services	455,113	55,522				(510,635)		(510,635)
School administrative services	638,524	158,695				(817,217)		(817,217)
Central services	289,941	48,934				(338,875)		(338,875)
Administrative information technology	130,018	21,813				(151,831)		(151,831)
Plant operations and maintenance	1,366,111	155,879				(1,521,990)		(1,521,990)
Pupil transportation	434,863	6,293				(441,156)		(441,156)
Unallocated benefits	1,361,521					(1,361,521)		(1,361,521)
Capital Outlay - non-depreciable	19,097					(19,097)		(19,097)
Transfer of funds to Charter Schools	27,658					(27,658)		(27,658)
Debt service:								
Interest and other charges	211,820					(211,820)		(211,820)
Unallocated depreciation		212,926				(212,926)		(212,926)
Total governmental activities	15,473,018	2,140,207	-	415,322	-	(17,197,903)	-	(17,197,903)
Business-type activities:								
Food Service	406,185		295,931	96,429			(13,825)	(13,825)
Total business-type activities	406,185		295,931	96,429			(13,825)	(13,825)
Total primary government	15,879,203		295,931	511,751		(17,197,903)		(17,211,728)
General revenues:								
Taxes:								
Property taxes, levied for general purposes						13,835,136		13,835,136
Property taxes, levied for debt service						478,252		478,252
Federal and State aid not restricted						1,880,588		1,880,588
Federal and State aid not restricted - Capital Outlay						7,484		7,484
Federal Community Development Block Grant Cancelled						(6,161)		(6,161)
Tuition						1,388,926		1,388,926
Miscellaneous Income						79,401		79,401
Total general revenues, special items, extraordinary items and transfers						17,663,626		17,663,626
Change in Net Assets						465,723	(13,825)	451,898
Net Assets—beginning, restated						5,896,621	68,350	5,964,971
Net Assets—ending						6,362,344	54,525	6,416,869

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

FUND FINANCIAL STATEMENTS

WOOD-RIDGE BOARD OF EDUCATION
Balance Sheet
Governmental Funds
June 30, 2012

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	291,011		1,179,013		1,470,024
Receivables, net					
Interfund Receivables	83,949			336	84,285
Receivables from other governments	1,396,152	79,882		39,854	1,515,888
Restricted cash and cash equivalents	431,949				431,949
Total assets	<u>2,203,061</u>	<u>79,882</u>	<u>1,179,013</u>	<u>40,190</u>	<u>3,502,146</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Cash overdraft				38,677	38,677
Accounts payable	193,723	3,469	25,996		223,188
Interfund payables		71,764	336		72,100
Payable to federal government					-
Deferred revenue		4,649			4,649
Total liabilities	<u>193,723</u>	<u>79,882</u>	<u>26,332</u>	<u>38,677</u>	<u>338,614</u>
Fund Balances:					
Restricted for:					
Capital reserve account	331,949				331,949
Emergency reserve	100,000				100,000
Excess Surplus - Designated for Subsequent year's expenditures	466,781				466,781
Excess Surplus - Current Year	446,264				446,264
Debt Service				1,513	1,513
Capital Projects			1,152,681		1,152,681
Committed to:					
Other Purposes	97,938				97,938
Assigned to:					
Designated for Subsequent Years' Expenditures	154,085				154,085
Unassigned, reported in:					
General fund	412,321				412,321
Total Fund balances	<u>2,009,338</u>	<u>-</u>	<u>1,152,681</u>	<u>1,513</u>	<u>3,163,532</u>
Total liabilities and fund balances	<u>2,203,061</u>	<u>79,882</u>	<u>1,179,013</u>	<u>40,190</u>	

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 \$13,147,961 and the accumulated depreciation is \$4,348,113.

8,799,848

Accrued interest on temporary notes and loans payable is not due and payable in the current period and is not reported as a liability in the funds.

(96,907)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 3)

(5,504,129)

Net assets of governmental activities

6,362,344

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

WOOD-RIDGE BOARD OF EDUCATION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	13,835,136			478,252	14,313,388
Tuition	1,388,926				1,388,926
Interest earned on Capital Reserve Funds	955				955
Miscellaneous	75,534	2,576	336		78,446
Total - Local Sources	15,300,551	2,576	336	478,252	15,781,715
State sources	1,841,412	-			1,841,412
Federal sources	41,752	420,230			461,982
Total revenues	17,183,715	422,806	336	478,252	18,085,109
EXPENDITURES					
Current:					
Regular instruction	4,606,651	384,491			4,991,142
Special education instruction	881,452				881,452
Other special instruction	208,137				208,137
Other instruction	416,403				416,403
Support services and undistributed costs:					
Tuition	2,438,919				2,438,919
Student & instruction related services	1,551,468	30,831			1,582,299
General administrative services	455,113				455,113
School administrative services	658,524				658,524
Central services	289,941				289,941
Administrative information technology	130,018				130,018
Plant operations and maintenance	1,366,111				1,366,111
Pupil transportation	434,863				434,863
Unallocated benefits	3,152,822				3,152,822
Capital Outlay	65,736	7,484	132,010		205,230
Transfer of funds to Charter Schools	27,658				27,658
Debt Service:					
Principal				265,000	265,000
Interest and other charges				216,072	216,072
Total expenditures	16,683,816	422,806	132,010	481,072	17,719,704
Excess (Deficiency) of revenues over expenditures					
	499,899	-	(131,674)	(2,820)	365,405
OTHER FINANCING SOURCES (USES)					
Transfers In				336	336
Transfers Out			(336)		(336)
Federal Sources - Community Development					
Block Grant Cancelled			(6,161)		(6,161)
	-	-	(6,497)	336	(6,161)
Net change in fund balances	499,899	-	(138,171)	(2,484)	359,244
Fund balance—July 1	1,509,439	-	1,290,852	3,997	2,804,288
Fund balance—June 30	2,009,338	-	1,152,681	1,513	3,163,532

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

WOOD-RIDGE BOARD OF EDUCATION
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2012

Total net change in fund balances - governmental funds (from B-2) 359,244

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	(309,950)	
	Depreciable Capital Outlays - General Fund	46,639	
	Depreciable Capital Outlays - Special Revenue Fund	7,484	
	Depreciable Capital Outlays - Capital Projects Fund	<u>132,010</u>	
			(123,817)

Repayment of long-term debt is reported as 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. In the current year, these amounts consist of:

Principal Payments on Serial Bonds Payable 265,000

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 a reduction in the reconciliation. (-)

	General Bond Obligations - Prior Year	101,159	
	General Bond Obligations	<u>(96,907)</u>	
			4,252

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

Increase in compensated absences payable (38,956)

Change in net assets of governmental activities 465,723

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

WOOD-RIDGE BOARD OF EDUCATION
Statement of Net Assets
Proprietary Funds
June 30, 2012

	Food Service Program
<u>ASSETS</u>	
Current assets:	
Cash and cash equivalents	84,463
Accounts receivable:	
State	525
Federal	11,552
Inventories	6,497
Total current assets	103,037
Noncurrent assets:	
Capital assets:	
Equipment	70,450
Less accumulated depreciation	(46,741)
Total capital assets (net of accumulated depreciation)	23,709
Total assets	126,746
<u>LIABILITIES</u>	
Current liabilities:	
Prepaid Lunch Deposits	9,672
Accounts payable	62,549
Total current liabilities	72,221
<u>NET ASSETS</u>	
Invested in capital assets net of related debt	23,709
Unrestricted	30,816
Total net assets	54,525

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

Exhibit B-5

WOOD-RIDGE BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2012

	<u>Food Service Program</u>
Operating revenues:	
Charges for services:	
Daily sales - reimbursable programs	152,294
Daily sales - non-reimbursable programs	143,637
Total operating revenues	<u>295,931</u>
Operating expenses:	
Cost of sales	172,095
Salaries	147,686
Supplies and materials	30,021
Employee benefits	21,879
Cleaning, repair & maintenance	4,047
Equipment	
Purchased property services	28,037
Depreciation	2,420
Total Operating Expenses	<u>406,185</u>
Operating income (loss)	<u>(110,254)</u>
Nonoperating revenues (expenses):	
Interest on investments	
State sources:	
State school lunch program	3,629
Federal sources:	
National school lunch program	75,185
Food distribution program	17,615
Total nonoperating revenues (expenses)	<u>96,429</u>
Income (loss) before contributions & transfers	<u>(13,825)</u>
Transfers in (out)	
Change in net assets	<u>(13,825)</u>
Total net assets—beginning	<u>68,350</u>
Total net assets—ending	<u><u>54,525</u></u>

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

WOOD-RIDGE BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2012

	Food Service Program
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	295,931
Payments to Outside Food Service Management Company	(380,747)
Payments for repairs, maintenance	(4,043)
Payments to suppliers	(5,972)
Net cash provided by (used for) operating activities	(94,831)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Prepaid Lunch Deposits	9,672
State Sources	3,697
Federal Sources	74,504
Net cash provided by (used for) non-capital financing activities	87,873
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(24,213)
Net cash provided by (used for) capital and related financing activities	(24,213)
Net increase (decrease) in cash and cash equivalents	(31,171)
Balances—beginning of year	115,634
Balances—end of year	84,463
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	(110,254)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities	
Depreciation and net amortization	2,420
Food Distribution Program	17,615
(Increase) decrease in inventories	(2,303)
Increase (decrease) in accounts payable	(2,309)
Total adjustments	15,423
Net cash provided by (used for) operating activities	(94,831)

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

WOOD-RIDGE BOARD OF EDUCATION
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	Unemployment Compensation Trust Fund	Private Purpose Scholarship Fund	Agency Fund
ASSETS			
Cash and cash equivalents	133,267	19,816	185,856
Total assets	133,267	19,816	185,856
LIABILITIES			
Payable to student groups			96,502
Payroll deductions and withholdings			77,169
Unemployment claims payable	22,111		
Interfund - General Fund			12,185
Total liabilities	22,111	-	185,856
NET ASSETS			
Held in trust for unemployment claims and other purposes	111,156		
Reserved for scholarships		19,816	

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

WOOD-RIDGE BOARD OF EDUCATION
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2012

	<u>Unemployment Compensation Trust Fund</u>	<u>Private Purpose Scholarship Fund</u>
ADDITIONS		
Contributions:		
Scholarship Donations		1,000
Employee Contributions	12,411	
Board Contributions	80,956	
Total Contributions	<u>93,367</u>	<u>1,000</u>
Investment Earnings:		
Interest	120	28
Net Investment Earnings	120	28
Total additions	<u>93,487</u>	<u>1,028</u>
DEDUCTIONS		
Unemployment claims	58,089	
Scholarships		2,325
Total deductions	<u>58,089</u>	<u>2,325</u>
Change in net assets	35,398	(1,297)
Net assets—beginning of the year	75,758	21,113
Net assets—end of the year	<u>111,156</u>	<u>19,816</u>

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

NOTES TO THE FINANCIAL STATEMENTS

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Board of Education ("Board") of the Borough of Wood-Ridge School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Wood-Ridge School District is a Type II district located in the County of Bergen, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of six members elected to three-year terms. The purpose of the District is to educate students in grades K-12. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

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

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

- the organization is legally separate (can sue or be sued in their own name)
- the Board holds the corporate powers of the organization
- the Board appoints a voting majority of the organization's board
- the Board is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Board
- there is a fiscal dependency by the organization on the Board

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education of the Borough of Wood-Ridge School District have been prepared in conformity with accounting principles generally accepted in the United States of America (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 Board also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities provided they do not conflict with or contradict GASB pronouncements. The more significant of the board's accounting policies are described below.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

A. Basis of Presentation:

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

District-wide Financial Statements:

The statement of net assets and the statement of activities display information about the Board as a whole. These statements include the financial activities of the overall District, except for the fiduciary funds. The statements distinguish between those activities of the Board that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities of the Board at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the governmental activities and for the business-type activities of the Board. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Board, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Board.

Fund Financial Statements:

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

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

A. Basis of Presentation: (continued)

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the Board are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Board's governmental funds:

General Fund - The General Fund is the general operating fund of the Board. 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 Board includes budgeted Capital Outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

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

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from sale of bonds, lease purchases and other revenues.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

A. Basis of Presentation: (continued)

GOVERNMENTAL FUNDS, (continued)

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

PROPRIETARY FUNDS

The focus of Proprietary Fund measurement is upon determination of net income, changes in net assets, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

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 Board 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 Board 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 Board's Enterprise Fund is comprised of the Food Service Fund.

FIDUCIARY FUNDS

Fiduciary Fund - Fiduciary Fund reporting focuses on net assets and changes in net assets. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. Fiduciary Funds include Unemployment Compensation Insurance, the Memorial Funds, Student Activities and Athletic Funds, and Payroll Agency Fund.

B. Measurement Focus:

District-wide Financial Statements

The District-wide statements (i.e., the statement of net assets and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net assets, except for fiduciary funds.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus: (continued)

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 District-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 District-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 Board finances and meets the cash flow needs of its proprietary activities.

C. Basis of Accounting:

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The District-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, 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.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting: (continued)

Revenues - Exchange and Non-exchange Transactions, (continued)

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

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

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 year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting 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 the governmental funds.

D. Budgets/Budgetary Control:

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendents office for approval. 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. 6A:23-2(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D. Budgets/Budgetary Control: (continued)

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 accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

E. Encumbrances:

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

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

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

F. Cash, Cash Equivalents and Investments:

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

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

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

F. Cash, Cash Equivalents and Investments: (continued)

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

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

G. Tuition Payable:

Tuition charges were established by the receiving district. The charges are subject to adjustment when the final costs have been determined.

H. Inventories:

On District-wide financial statements, inventories are presented at cost, which approximates market on a first-in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

I. Prepaid Items:

Payments made to vendors for services that will benefit periods beyond June 30, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Short-Term Interfund Receivables/Payables:

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

K. Capital Assets:

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

All capital assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at their estimated fair market value on the date received. The Board maintains a capitalization threshold of \$2,000.00. The Board does not possess any infrastructure. Improvements are capitalized; the costs 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:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activity Estimated Lives</u>
Sites and Improvements	20 years	N/A
Buildings and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

L. Compensated Absences:

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

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

M. Deferred Revenue:

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

Deferred revenue in the special revenue fund represents cash that has been received but not yet earned. See Note 2(E) regarding the special revenue fund.

N. Accrued Liabilities and Long-term Obligations:

All payables, accrued liabilities and long-term obligations are reported in the District-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, 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 due for payment in the current year. Bonds, long-term obligations, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

O. Fund Balances:

Fund balance is divided into five classifications based primarily on the extent to which the Board is bound to observe constraints imposed upon the resources in the governmental funds. The classifications are as follows:

- **Nonspendable** fund balance includes amounts that are not in a spendable form (inventory, for example) or are required to be maintained intact (the principal of an endowment fund, for example).
- **Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example, grant providers), constitutionally, or through enabling legislation (that is, legislation that creates a new revenue source and restricts its use). Effectively, restrictions may be changed or lifted only with the consent of resource providers.
- **Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

O. Fund Balances: (continued)

- **Assigned** fund balance comprises amounts *intended* to be used by the Board for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- **Unassigned** fund balance is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund.

P. 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 Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Q. Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

R. Extraordinary and Special Items:

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

S. Allocation of Indirect Expenses:

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

T. 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 effect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2012, \$-0- of the District's bank balance of \$2,659,164 was exposed to custodial credit risk.

Investments

Investment Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS, (continued)

Credit Risk

New Jersey Statutes 18A:20-37 limits school district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America, bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer.

NOTE 4. RECEIVABLES

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

	Governmental Fund Financial <u>Statements</u>	Enterprise <u>Fund</u>	District Wide Financial <u>Statements</u>
State Aid	\$163,813	\$525	\$164,338
Federal Aid	79,882	11,552	91,434
Interfunds	84,285		12,185
Tuition	74,514		74,514
Taxes	<u>1,197,679</u>		<u>1,197,679</u>
Gross Receivables	1,600,173	12,077	1,540,150
Less: Allowance for Uncollectibles			
Total Receivables, Net	<u>\$1,600,173</u>	<u>\$12,077</u>	<u>\$1,540,150</u>

NOTE 5. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at June 30, 2012, consisted of the following:

\$71,764	Due to the General Fund from the Special Revenue Fund for short-term loans.
12,185	Due to the General Fund from the Agency Fund for reimbursement of expenses and interest earned on investments.
<u>336</u>	Due to the Debt Service Fund from the Capital Projects Fund to transfer interest earned on investments.
<u>\$84,285</u>	

It is anticipated that all interfunds will be liquidated during the fiscal year.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 6. RETROACTIVE RESTATEMENT DUE TO UPDATED CAPITAL ASSET INVENTORY

The District contracted with a new capital asset appraisal firm to conduct a thorough inventory of its capital assets. During the course of this inventory, it was determined that there were both assets listed on the prior year end report that had been disposed of in prior years and not been removed from the report and assets purchased in prior years that had also not been reported. As a result, the capital assets as of June 30, 2011 were restated to include those additions and deletions as follows:

	<u>Governmental Activities</u>
Net Assets, June 30, 2011	\$5,849,152
Restatement of Capital Assets	<u>47,469</u>
Net Assets, June 30, 2011 - Restated	<u>\$5,896,621</u>

NOTE 7. CAPITAL ASSETS

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

	<u>Beginning Balance, Restated</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Governmental Activities				
Capital Assets Not Being Depreciated:				
Construction in Progress	<u>\$90,478</u>	<u>\$</u>	<u>\$(90,478)</u>	<u>\$</u>
Total Capital Assets Not Being Depreciated	<u>90,478</u>	<u>_____</u>	<u>(90,478)</u>	<u>_____</u>
Capital Assets Being Depreciated				
Land Improvements	294,009			294,009
Buildings and Improvements	11,668,987	141,380		11,810,367
Machinery and Equipment	<u>908,354</u>	<u>135,231</u>	<u>_____</u>	<u>1,043,585</u>
Total Capital Assets, Being Depreciated	<u>12,871,350</u>	<u>276,611</u>	<u>_____</u>	<u>13,147,961</u>
Less Accumulated Depreciation for:				
Land Improvements	(126,080)	(9,220)		(135,300)
Buildings and Improvements	(3,319,941)	(203,706)		(3,523,647)
Equipment	<u>(592,142)</u>	<u>(97,024)</u>	<u>_____</u>	<u>(689,166)</u>
Total Accumulated Depreciation	<u>(4,038,163)</u>	<u>(309,950)</u>	<u>_____</u>	<u>(4,348,113)</u>
Total Capital Assets, Being Depreciated, Net of Accumulated Depreciation	<u>8,833,187</u>	<u>(33,339)</u>	<u>_____</u>	<u>8,799,848</u>
Governmental Activities Capital Assets, Net	<u>\$8,923,665</u>	<u>(\$33,339)</u>	<u>_____</u>	<u>\$8,799,848</u>

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 7. CAPITAL ASSETS, (continued)

	Beginning Balance, <u>Restated</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance
Business-Type Activity				
Equipment	\$54,180	\$24,213	\$(7,943)	\$70,450
Less Accumulated Depreciation for: Equipment	<u>(52,264)</u>	<u>(2,420)</u>	<u>7,943</u>	<u>(46,741)</u>
Business-Type Activity Capital Assets, Net	<u>\$1,916</u>	<u>\$21,793</u>	<u>\$</u>	<u>\$23,709</u>

Depreciation expense was not allocated to government functions. It appears on the statement of activities as unallocated depreciation.

NOTE 8. LONG-TERM OBLIGATION ACTIVITY

Changes in long-term obligations for the year ended June 30, 2012 were as follows:

	Beginning Balance <u>Restated</u>	<u>Additions</u>	<u>Reductions</u>	Ending Balance	Amounts Due Within <u>One Year</u>
Governmental Activities:					
Loans Payable:					
School Bonds Payable	\$5,550,000	\$	\$265,000	\$5,285,000	\$275,000
Total Bonds Payable	5,550,000		265,000	5,285,000	275,000
Other Liabilities:					
Compensated Absences Payable	180,173	54,533	15,577	219,129	12,066
	<u>\$5,730,173</u>	<u>\$54,533</u>	<u>\$280,577</u>	<u>\$5,504,129</u>	<u>\$287,066</u>

Compensated absences have been liquidated in the general fund.

A. School Bonds Payable

Principal and interest due on loans outstanding are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$275,000	\$206,279	\$481,279
2014	285,000	195,423	480,423
2015	300,000	183,723	483,723
2016	315,000	171,423	486,423
2017-2021	1,830,000	649,613	2,479,613
2022-2026	<u>2,280,000</u>	<u>237,614</u>	<u>2,517,614</u>
	<u>\$5,285,000</u>	<u>\$1,644,075</u>	<u>\$6,929,075</u>

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 8. LONG-TERM OBLIGATION ACTIVITY, (continued)

B. Bonds Authorized But Not Issued:

As of June 30, 2012 the Board had authorized but not issued bonds of \$521,000 with respect to the School Improvement Project approved by the voters on September 24, 2002.

NOTE 9. OPERATING LEASES

The District has commitments to lease copying equipment and postage meters under operating leases which expire in February 2017. Total operating lease payments made during the year ended June 30, 2012 were \$59,936. Future minimum lease payments are as follows:

<u>Year Ended</u>	<u>Amount</u>
2013	\$56,424
2014	52,626
2015	49,335
2016	27,060
2017	<u>18,040</u>
Total future minimum lease payments	<u>\$203,485</u>

NOTE10. PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or reports can be accessed on the internet at: http://www.state.nj.us/treasury/pensions/annrpts_archive.htm.

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 10. PENSION PLANS, (continued)

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Contribution Requirements - The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The pension funds provide for employee contributions based on 5.5% for PERS and 5.5% for TPAF of the employee's annual compensation. Pursuant to the provisions of Chapter 78, P.L. 2011, this amount will increase to 6.5% plus an additional 1% phased in over 7 years beginning in the first year. For fiscal year 2012, the member rate will increase in October 2011. The phase in will take place on July 1 of each subsequent fiscal year. Employers are required to contribute at an actuarially determined rate in all Funds except the SACT. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and TPAF. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums.

During the year ended June 30, 2012 for TPAF, which is a cost sharing plan with special funding situations, annual pension cost equals annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997. TPAF employer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997.

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

Year <u>Ending</u>	
6/30/12	\$163,353
6/30/11	194,610
6/30/10	119,837

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 10. PENSION PLANS, (continued)

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal, post retirement benefits and NCGI Premium were as follows:

<u>Year</u> <u>Ending</u>	<u>Pension</u> <u>Contributions</u>	<u>Post- Retirement Medical</u> <u>Contributions</u>	<u>NCGI</u> <u>Premium</u>
6/30/12	\$194,067	\$431,989	\$20,326
6/30/11		432,411	20,358
6/30/10		402,275	21,419

During the year ended June 30, 2012, the State of New Jersey contributed \$646,882 to the TPAF for normal pension contributions and post-retirement medical benefits on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$472,799 during the year ended June 30, 2012 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts have been included in the district-wide financial statements, and the fund-based statements as revenues and expenditures in accordance with GASB 24.

Defined Contribution Retirement Program

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The program provides eligible members with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If the eligible elected or appointed official will earn less than \$5,000 annually, the official may choose to waive participation in the DCRP for that office or position. The waiver is irrevocable.

This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee, employer and through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment option provided by the employer.

The law requires that three classes of employees enroll in the DCRP detailed as follows:

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 10. PENSION PLANS, (continued)

All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may retain in the PERS. A Governor appointee with advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.

Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body.

Notwithstanding the foregoing requirements, other employees who hold a professional license or certificate or meet other exceptions are permitted to remain to join or remain in PERS.

The Board has employees who do not meet the requirements to join PERS or TPAF but hold a professional license or certificate and qualify for DCRP pursuant to foregoing requirements.

NOTE 11. POST-RETIREMENT BENEFITS

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

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

NOTE 12. DEFERRED COMPENSATION

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

Valic
Facility Services
Galic Disbursing Company

Equitable Equi-Vest
Washington National

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

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, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverages.

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>Interest Earnings/ District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2011-2012	\$81,076	\$12,411	\$58,089	\$111,156
2010-2011	114,900	20,108	97,091	75,758
2009-2010	50,300	5,947	77,430	37,841

NOTE 14. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Wood-Ridge Board of Education by inclusion of \$1.00 on October 11, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 14. CAPITAL RESERVE ACCOUNT, (continued)

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	\$280,995
Deposits:	
Board Resolution - June 20, 2012	50,000
Interest Earnings	<u>954</u>
Ending balance, June 30, 2012	<u>\$331,949</u>

NOTE 15. EMERGENCY RESERVE ACCOUNT

The emergency reserve is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. Withdrawals from the reserve require the approval of the commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent.

NOTE 16. FUND BALANCE APPROPRIATED

General Fund [Exhibit B-1] - Of the \$2,009,338 General Fund fund balance at June 30, 2012, \$97,938 is reserved for encumbrances; \$913,045 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$466,871 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2013); \$331,949 has been reserved in the Capital Reserve Account; \$100,000 has been reserved in the Emergency Reserve Account; \$154,085 has been designated for subsequent year's expenditures; and \$412,321 is unreserved and undesignated.

Debt Service Fund - Of the \$1,513 Debt Service Fund balance, \$1,176 has been appropriated and included as anticipated revenue for the year ended June 30, 2013 and \$23 is unreserved and undesignated.

**Borough of Wood-Ridge School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 17. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7 as amended, the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2012 is \$913,045 \$446,264 is the result of current year activity.

NOTE 18. INVENTORY

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

Food	\$6,142
Supplies	<u>355</u>
	<u>\$6,497</u>

The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by USDA. It is valued at estimated market prices by USDA. The amount of unused commodities at year end is reported on Schedule A as deferred revenue.

NOTE 19. CONTINGENT LIABILITIES

Grant Programs - The school district participates in federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

Litigation - The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

**REQUIRED SUPPLEMENTARY
INFORMATION - PART II**

BUDGETARY COMPARISON SCHEDULES

WOOD-RIDGE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	13,835,136		13,835,136	13,835,136	-
Tuition	1,514,166		1,514,166	1,388,926	(125,240)
Interest earned on Capital Reserve Funds	2,000		2,000	955	(1,045)
Miscellaneous	20,000		20,000	75,534	55,534
Total - Local Sources	15,371,302	-	15,371,302	15,300,551	(70,751)
State Sources:					
Categorical Special Education Aid	466,608		466,608	620,693	154,085
Extraordinary Aid			-	140,205	140,205
TPAF Pension and Post Retirement Medical Contributions (On-Behalf - Non-Budgeted)			-	646,882	646,882
TPAF Social Security (Reimbursed - Non-Budgeted)			-	472,799	472,799
Total - State Sources	466,608	-	466,608	1,880,579	1,413,971
Federal Sources:					
Education Jobs	35,859	1,123	36,982	36,982	-
Medicaid Assistance Program (SEMI)		-	-	4,770	4,770
Total - Federal Sources	35,859	1,123	36,982	41,752	4,770
TOTAL REVENUES	15,873,769	1,123	15,874,892	17,222,882	1,347,990
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	306,137	3,700	309,837	306,230	3,607
Grades 1-5 - Salaries of Teachers	1,316,513	(33,700)	1,282,813	1,278,961	3,852
Grades 6-8 - Salaries of Teachers	1,077,537	(102,410)	975,127	947,889	27,238
Grades 9-12 - Salaries of Teachers	1,623,640	12,873	1,636,513	1,597,722	38,791
Regular Programs - Home Instruction:					
Salaries of Teachers	10,000	(4,025)	5,975	5,961	14
Purchased Prof. Educational Services	-	5,625	5,625	5,606	19
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	71,610	-	71,610	71,106	504
Purchased Prof. Educational Services	45,760	(2,369)	43,391	25,645	17,746
Purchased Technical Services	26,601	1,975	28,576	21,345	7,231
Other Purchased Services (400-500 series)	63,250	(1,345)	61,905	44,943	16,962
General Supplies	179,827	45,447	225,274	206,754	18,520
Textbooks	114,145	(10,924)	103,221	93,155	10,066
Other Objects	3,870	204	4,074	1,334	2,740
TOTAL REGULAR PROGRAMS - INSTRUCTION	4,838,890	(84,949)	4,753,941	4,606,651	147,290
SPECIAL EDUCATION - INSTRUCTION					
Resource Room/Resource Center:					
Salaries of Teachers	747,565	(43,705)	703,860	703,851	9
Other Salaries for Instruction	143,220	(3,440)	139,780	139,696	84
General Supplies	16,475	21,550	38,025	37,905	120
Textbooks	430	-	430	-	430
Total Resource Room/Resource Center	907,690	(25,595)	882,095	881,452	643
TOTAL SPECIAL EDUCATION - INSTRUCTION	907,690	(25,595)	882,095	881,452	643
Basic Skills/Remedial - Instruction					
Salaries of Teachers	148,120	(800)	147,320	147,317	3
General Supplies	-	435	435	204	231
Total Basic Skills/Remedial - Instruction	148,120	(365)	147,755	147,521	234
Bilingual Education - Instruction					
Salaries of Teachers	66,165	(6,575)	59,590	59,585	5
Purchased Prof. Educational Services	415	-	415	347	68
General Supplies	793	-	793	684	109
Textbooks	423	-	423	-	423
Total Bilingual Education - Instruction	67,796	(6,575)	61,221	60,616	605
School-Sponsored Cocurricular Activities - Instruction					
Salaries	91,650	-	91,650	69,818	21,832
Supplies and Materials	-	500	500	202	298
Other Objects	15,000	(1,935)	13,965	1,228	12,737
Total School-Sponsored Cocurricular Activities - Instruction	106,650	(535)	106,115	71,248	34,867

WOOD-RIDGE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
School-Sponsored Athletics - Instruction					
Salaries	185,725	7,291	193,016	193,015	1
Purchased Services (300-500 series)	79,918	(8,841)	71,077	65,016	6,061
Supplies and Materials	76,026	(7,680)	68,346	65,935	2,411
Other Objects	10,250	9,230	19,480	17,058	2,422
Total School-Sponsored Athletics - Instruction	<u>351,919</u>	<u>-</u>	<u>351,919</u>	<u>341,024</u>	<u>10,895</u>
Other Instructional Programs - Instruction					
Other Objects	1,200	535	1,735	1,731	4
Total Other Instructional Programs - Instruction	<u>1,200</u>	<u>535</u>	<u>1,735</u>	<u>1,731</u>	<u>4</u>
Summer School - Instruction					
Other Objects	-	2,400	2,400	2,400	-
Total Summer School - Instruction	<u>-</u>	<u>2,400</u>	<u>2,400</u>	<u>2,400</u>	<u>-</u>
TOTAL INSTRUCTION	<u>6,422,265</u>	<u>(115,084)</u>	<u>6,307,181</u>	<u>6,112,643</u>	<u>194,538</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Special	438,032	(172,500)	265,532	265,452	80
Tuition to County Voc. School Dist. - Regular	242,100	50,000	292,100	290,520	1,580
Tuition to County Voc. School Dist. - Special	216,580	(17,000)	199,580	198,640	940
Tuition to CSSD & Regional Day Schools	789,830	109,850	899,680	899,615	65
Tuition to Private Schools for the Disabled - Within State	578,753	206,650	785,403	784,692	711
Total Undistributed Expenditures - Instruction:	<u>2,265,295</u>	<u>177,000</u>	<u>2,442,295</u>	<u>2,438,919</u>	<u>3,376</u>
Undist. Expend. - Health Services					
Salaries	104,342	2,670	107,012	106,728	284
Purchased Professional and Technical Services	12,000	900	12,900	12,652	248
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	7,053	(1,230)	5,823	5,140	683
Total Undistributed Expenditures - Health Services	<u>123,395</u>	<u>2,340</u>	<u>125,735</u>	<u>124,520</u>	<u>1,215</u>
Undist. Expend. - Speech, OT, PT & Related Svcs					
Salaries	84,722	(1,400)	83,322	83,002	320
Purchased Professional - Education Services	450,000	(33,600)	416,400	414,150	2,250
Supplies and Materials	630	-	630	338	292
Total Undist. Expend. - Speech, OT, PT & Related Svcs	<u>535,352</u>	<u>(35,000)</u>	<u>500,352</u>	<u>497,490</u>	<u>2,862</u>
Undist. Expend. - Other Supp. Serv. Students-Extra. Serv.					
Salaries	25,000	19,460	44,460	44,459	1
Purchased Prof. Educational Services	-	16,250	16,250	14,625	1,625
Total Undist. Expend. - Other Supp. Serv. Students-Extra. Serv.	<u>25,000</u>	<u>35,710</u>	<u>60,710</u>	<u>59,084</u>	<u>1,626</u>
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	267,945	11,411	279,356	279,355	1
Salaries of Secretarial and Clerical Assistants	60,401	(600)	59,801	59,718	83
Purchased Professional - Educational Services	31,000	3,407	34,407	34,327	80
Other Purchased Services (400-500 series)	1,500	(1,400)	100	43	57
Supplies and Materials	13,510	(10,661)	2,849	2,804	45
Other Objects	1,200	(1,100)	100	30	70
Total Undist. Expend. - Guidance	<u>375,556</u>	<u>1,057</u>	<u>376,613</u>	<u>376,277</u>	<u>336</u>
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	245,711	(19,105)	226,606	226,533	73
Salaries of Secretarial and Clerical Assistants	22,134	(22,134)	-	-	-
Purchased Professional - Educational Services	6,000	9,650	15,650	15,650	-
Other Purchased Prof. and Tech. Services	6,925	(810)	6,115	6,075	-
Misc Purchased Service (400-500 series o/then Resid Costs)	500	196	696	696	-
Supplies and Materials	8,240	(3,001)	5,239	5,236	3
Other Objects	1,800	(1,800)	-	-	-
Total Undist. Expend. - Child Study Teams	<u>291,310</u>	<u>(37,004)</u>	<u>254,306</u>	<u>254,190</u>	<u>116</u>
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	44,588	1,375	45,963	45,960	3
Salaries of Other Professional Staff	7,000	(5,665)	1,335	1,333	2
Other Purchased Services (400-500 series)	500	(500)	-	-	-
Supplies and Materials	2,000	4,510	6,510	6,508	2
Total Undist. Expend. - Improvement of Inst. Serv.	<u>54,088</u>	<u>(280)</u>	<u>53,808</u>	<u>53,801</u>	<u>7</u>
Undist. Expend. - Educational Media Serv./Sch. Library					
Salaries	155,975	(1,300)	154,675	154,617	58
Other Purchased Services (400-500 series)	9,825	300	10,125	10,053	72
Supplies and Materials	11,562	(6,200)	5,362	4,643	719
Other Objects	100	-	100	-	100
Total Undist. Expend. - Educational Media Serv./Sch. Library	<u>177,462</u>	<u>(7,200)</u>	<u>170,262</u>	<u>169,313</u>	<u>949</u>

WOOD-RIDGE BOARD OF EDUCATION
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Other Professional Staff	2,500	(2,500)	-	-	-
Other Purchased Professional & Technical Services	7,500	(7,500)	-	-	-
Purchased Professional - Educational Services	-	1,511	1,511	1,379	-
Other Purchased Services (400-500 series)	-	16,069	16,069	15,414	655
Supplies and Materials	1,000	(1,000)	-	-	-
Total Undist. Expend. - Instructional Staff Training Serv.	11,000	6,580	17,580	16,793	787
Undist. Expend. - Supp. Serv. - General Administration					
Salaries	210,000	21,700	231,700	231,583	117
Legal Services	40,000	5,200	45,200	45,200	-
Audit Fees	60,500	(11,925)	48,575	23,500	25,075
Architectural/Engineering Services	2,000	5,000	7,000	6,733	267
Other Purchased Professional Services	17,500	(1,000)	16,500	13,170	3,330
Communications/Telephonic	63,200	16,025	79,225	71,268	7,957
BOE Other Purchased Prof. Services	-	1,945	1,945	1,417	528
Other Purchased Services (400-500 series)	35,500	4,855	40,355	38,954	1,401
General Supplies	7,500	6,050	13,550	9,199	4,351
Miscellaneous Expenditures	4,000	935	4,935	4,932	3
BOE Membership Dues and Fees	13,000	(3,785)	9,215	9,157	58
Total Undist. Expend. - Supp. Serv. - General Administration	453,200	45,000	498,200	455,113	43,087
Undist. Expend. - Support Serv. - School Administration					
Salaries of Principals/Assistant Principals	381,707	(2,550)	379,157	375,780	3,377
Salaries of Secretarial and Clerical Assistants	191,010	21,684	212,694	202,022	10,672
Purchased Professional and Technical Services	-	24,607	24,607	18,298	6,309
Other Purchased Services (400-500 series)	21,607	(21,607)	-	-	-
Supplies and Materials	49,072	36,100	85,172	59,710	25,462
Other Objects	3,600	1,000	4,600	2,714	1,886
Total Undist. Expend. - Support Serv. - School Administration	646,996	59,234	706,230	658,524	47,706
Undist. Expend. - Central Services					
Salaries	223,933	1,000	224,933	224,452	481
Purchased Professional Services	27,000	10,000	37,000	36,960	40
Purchased Technical Services	2,500	(2,000)	500	-	500
Misc. Purchased Services (400-500 series)	19,500	(2,250)	17,250	16,806	444
Supplies and Materials	22,716	5,218	27,934	10,503	17,431
Miscellaneous Expenditures	3,100	(1,200)	1,900	1,220	680
Total Undist. Expend. - Central Services	298,749	10,768	309,517	289,941	19,576
Undist. Expend. - Admin. Info. Technology					
Salaries	101,400	(890)	100,510	100,053	457
Purchased Prof. Services	8,349	-	8,349	8,049	300
Other Purchased Services (400-500 series)	500	(110)	390	200	190
Supplies and Materials	14,000	15,400	29,400	21,716	7,684
Other Objects	500	-	500	-	500
Total Undist. Expend. - Admin. Info. Technology	124,749	14,400	139,149	130,018	9,131
Undist. Expend. - Required Maint. for School Facilities					
Salaries	175,332	155	175,487	175,476	11
Cleaning, Repair and Maintenance Services	140,820	16,110	156,930	136,868	20,062
Travel	-	400	400	385	15
General Supplies	8,000	7,485	15,485	15,484	1
Other Objects	1,200	400	1,600	1,578	22
Total Undist. Expend. - Required Maint. for School Facilities	325,352	24,550	349,902	329,791	20,111
Undist. Expend. - Custodial Services					
Salaries	508,000	-	508,000	507,330	670
Salaries of Non-Instructional Aides	11,000	(4,000)	7,000	4,455	2,545
Purchased Professional and Technical Services	17,500	(16,500)	1,000	325	675
Cleaning, Repair and Maintenance Services	22,500	(6,900)	15,600	15,334	266
Rental of Land & Bldg. Other Than Lease Purchase Agreement	1	-	1	1	-
Other Purchased Property Services	15,000	-	15,000	13,535	1,465
Insurance	65,000	(5,897)	59,103	58,771	332
Travel	-	200	200	25	175
Miscellaneous Purchased Services	50,200	(14,303)	35,897	30,000	5,897
General Supplies	95,000	(15,975)	79,025	74,333	4,692
Energy (Gasoline)	2,500	-	2,500	145	2,355
Energy (Natural Gas)	236,800	(89,328)	147,472	89,119	58,353
Energy (Energy and Electricity)	217,250	(6,162)	211,088	193,556	17,532
Other Objects	2,000	175	2,175	2,169	6
Total Undist. Expend. - Custodial Services	1,242,751	(158,690)	1,084,061	989,098	94,963

WOOD-RIDGE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Care and Upkeep of Grounds					
Salaries	22,405	-	22,405	22,225	180
Purchased Professional and Technical Services	9,500	(1,665)	7,835	4,444	3,391
Cleaning, Repair and Maintenance Services	3,000	1,870	4,870	2,234	2,636
General Supplies	5,000	(2,705)	2,295	2,294	1
Other Objects	-	-	-	-	-
Total Undist. Expend. - Care and Upkeep of Grounds	39,905	(2,500)	37,405	31,197	6,208
Undist. Expend. - Security					
Purchased Professional and Technical Services	15,000	-	15,000	14,125	875
General Supplies	-	2,500	2,500	1,900	600
Total Undist. Expend. - Security	15,000	2,500	17,500	16,025	1,475
Total Undist. Expend. - Other Oper. & Maint. Of Plant	1,623,008	(134,140)	1,488,868	1,366,111	122,757
Undist. Expend. - Student Transportation Services					
Salaries for Pupil Trans (Other than Between Home and School)	25,000	5,000	30,000	28,864	1,136
Cleaning, Repair, & Maintenance Services	4,750	-	4,750	3,743	1,007
Contract Services (Other than Between Home & School)-Vendors	32,000	(6,000)	26,000	24,380	1,620
Contract Services (Bet. Home & Sch) - Joint Agrmnts	48,000	7,610	55,610	55,607	3
Contract Service (Spl. Ed Students)-ESC's & CTSA's	415,000	(52,122)	362,878	303,645	59,233
Contract Services (Sp Ed Stds) - Joint Agrmnts	21,000	(1,610)	19,390	17,643	1,747
Miscellaneous Purchased Services - Transportation	5,250	(300)	4,950	750	4,200
General Supplies	-	200	200	126	74
Transportation Supplies	-	5,000	5,000	80	4,920
Misc. Expenditures	5,000	(4,900)	100	25	75
Total Undist. Expend. - Student Transportation Services	556,000	(47,122)	508,878	434,863	74,015
UNALLOCATED BENEFITS					
Social Security Contributions	210,375	(45,000)	165,375	159,727	5,648
Other Retirement Contributions - PERS	165,000	(1,600)	163,400	163,353	47
Unemployment Compensation	120,000	(38,000)	82,000	81,307	693
Worker's Compensation	70,000	(8,400)	61,600	54,299	7,301
Health Benefits	1,535,000	58,500	1,593,500	1,534,924	58,576
Tuition Reimbursement	40,000	(10,500)	29,500	23,954	5,546
Other Employee Benefits	30,000	(8,000)	22,000	15,577	6,423
TOTAL UNALLOCATED BENEFITS	2,170,375	(53,000)	2,117,375	2,033,141	84,234
On-behalf TPAF pension Contributions and Post Retirement Medical Benefits (non-budgeted)	-	-	-	646,882	(646,882)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	472,799	(472,799)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	1,119,681	(1,119,681)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	2,170,375	(53,000)	2,117,375	3,152,822	(1,035,447)
TOTAL UNDISTRIBUTED EXPENDITURES	9,731,535	38,343	9,769,878	10,477,779	(707,901)
TOTAL GENERAL CURRENT EXPENSE	16,153,800	(76,741)	16,077,059	16,590,422	(513,363)
CAPITAL OUTLAY					
Interest Deposit to Capital Reserve	2,000	(2,000)	-	-	-
TOTAL CAPITAL OUTLAY	2,000	(2,000)	-	-	-
Equipment:					
Grades 6-8	-	3,442	3,442	-	3,442
Grades 9-12	14,904	3,442	18,346	14,904	3,442
School -Spons. & other instruction programs	-	11,385	11,385	-	11,385
Undistributed					
Undist. Expend. - Support Serv. - Students - Spl.	-	5,000	5,000	5,000	-
Undist. Expend. - Central Services	-	14,832	14,832	14,832	-
Undist. Expend. - Required Maint. For School Facilities	-	17,350	17,350	9,450	7,900
Undist. Expend. - Security	-	26,790	26,790	-	-
Total Equipment	14,904	82,241	97,145	44,186	26,169
Facilities Acquisition of Construction Serv.					
Other Objects	21,550	-	21,550	21,550	-
Total Facilities Acquisition and Construction	21,550	-	21,550	21,550	-
Total Capital Outlay	38,454	80,241	118,695	65,736	26,169
Transfer of Funds to Charter Schools	35,780	(3,500)	32,280	27,658	4,622
TOTAL EXPENDITURES	16,228,034	-	16,228,034	16,683,816	(487,194)

WOOD-RIDGE BOARD OF EDUCATION
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	(354,265)	1,123	(353,142)	539,066	892,208
Fund Balance, July 1	1,509,439		1,509,439	1,509,439	-
Fund Balance, June 30	1,155,174	1,123	1,156,297	2,048,505	892,208
Recapitulation of excess (deficiency) of revenues under expenditures					
Adjustment for prior years encumbrances	(104,265)		(104,265)		104,265
Increase in Capital Reserve					
Principal				(50,000)	(50,000)
Interest				(955)	(955)
Budgeted Fund Balance	(250,000)		(250,000)	590,126	840,126
	(354,265)	-	(354,265)	539,171	893,436
Recapitulation					
Restricted Fund Balance:					
Capital Reserve				331,949	
Emergency Reserve				100,000	
Excess Surplus - Designated for Subsequent Years' Expenditures				466,781	
Excess Surplus - Current Year				446,264	
Committed Fund Balance:					
Year-End Encumbrances				97,938	
Assigned Fund Balance:					
Designated for Subsequent Years' Expenditures				154,085	
Unassigned Fund Balance				451,488	
				2,048,505	
Reconciliation to Governmental Funds					
Statement (GAAP):					
Last State Aid Payment not recognized on GAAP Basis				(39,167)	
Fund Balance per Governmental Funds (GAAP)				2,009,338	

WOOD-RIDGE BOARD OF EDUCATION
 Education Jobs Fund - Budget and Actual
 Budgetary Comparison Schedule
 General Fund
 For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal Sources:					
Education Jobs Fund	35,859	1,123	36,982	36,982	-
Total - Federal Sources	<u>35,859</u>	<u>1,123</u>	<u>36,982</u>	<u>36,982</u>	<u>-</u>
TOTAL REVENUES	<u>35,859</u>	<u>1,123</u>	<u>36,982</u>	<u>36,982</u>	<u>-</u>
EXPENDITURES:					
Education Jobs Fund:					
Regular Programs - Instruction					
Grades 9-12 - Salaries of Teachers	35,859	1,123	36,982	36,982	-
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>35,859</u>	<u>1,123</u>	<u>36,982</u>	<u>36,982</u>	<u>-</u>

WOOD-RIDGE BOARD OF EDUCATION
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	5,000	2,225	7,225	2,576	(4,649)
Federal Sources	313,655	128,617	442,272	420,230	(22,042)
Total Revenues	318,655	130,842	449,497	422,806	(26,691)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	36,700	(3,754)	32,946	30,211	2,735
Other Purchased Services (400-500 series)	230,789	70,521	301,310	286,970	14,340
General Supplies	19,351	49,441	68,792	67,310	1,482
Total instruction	286,840	116,208	403,048	384,491	18,557
Support services:					
Salaries	1,000	(1,000)	-	-	-
Personal Services - Employee Benefits	7,340	(3,249)	4,091	3,179	912
Purchased Professional and Technical Services		23,379	23,379	23,376	3
Other Purchased Services	19,475	(14,384)	5,091	2,216	2,875
Supplies & Materials	2,000	4,298	6,298	2,060	4,238
Other Objects	2,000	(1,894)	106		106
Total support services	31,815	7,150	38,965	30,831	8,134
Facilities acquisition and const. serv.					
Instructional equipment		7,484	7,484	7,484	-
Total facilities acquisition and const. serv.	-	7,484	7,484	7,484	-
Total Expenditures	318,655	130,842	449,497	422,806	26,691
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

WOOD-RIDGE BOARD OF EDUCATION
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
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1],[C-2]	17,222,882	422,806
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.			
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes			
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)			
		(39,167)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	17,183,715	422,806
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1],[C-2]	16,683,816	422,806
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.			
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	16,683,816	422,806

SPECIAL REVENUE FUND

WOOD-RIDGE BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2012

Total	Title I Improving Basic Programs	Title I Improving Basic Programs Carryover	Title II, Part A Teacher & Principal Training & Recruiting	Title II, Part A Teacher & Principal Training & Recruiting Carryover	Title III, English Language Acq. & Language Enrichment	Totals 2012
REVENUES						
Local Sources	2,576					2,576
Federal Sources	298,424	33,567	18,457	1,339	2,272	420,230
Total Revenues	301,000	33,567	18,457	1,339	2,272	422,806
EXPENDITURES:						
Instruction:						
Salaries of Teachers		30,211				30,211
Other Purchased Services (400-500 series)	286,970					286,970
General Supplies	7,485	57,553			2,272	67,310
Total instruction	294,455	30,211	-	-	2,272	384,491
Support Services:						
Salaries						
Personal Services - Employee Benefits		2,690		489		3,179
Purchased Professional and Technical Services		4,919	18,457			23,376
Other Purchased Services		700		850		2,216
Supplies & Materials	2,060					2,060
Total support services	2,060	3,356	18,457	1,339	-	30,831
Facilities acquisition and const. serv.:						
Instructional Equipment	4,485	2,999				7,484
Total facilities acquisition and const. serv.	4,485	2,999	-	-	-	7,484
Total Expenditures	301,000	33,567	18,457	1,339	2,272	422,806
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-

WOOD-RIDGE BOARD OF EDUCATION
 Special Revenue Fund
 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ended June 30, 2012

	Title III, English		I.D.E.A. Part B Basic	I.D.E.A. Part B Carryover	I.D.E.A. Part B Preschool	ARRA - I.D.E.A. Part B Basic	ARRA - I.D.E.A. Part B Preschool	Total Carried Forward
	Total Brought Forward (Ex. E-1b)	Language Acq. & Language Enhancement Carryover						
REVENUES								
Local Sources	2,576	-	-	-	-	-	-	2,576
State Sources	-	427	233,787	32,219	11,383	11,027	9,581	298,424
Federal Sources	-	-	-	-	-	-	-	-
Total Revenues	2,576	427	233,787	32,219	11,383	11,027	9,581	301,000
EXPENDITURES:								
Instruction:								
Salaries of Teachers	-	-	233,787	32,219	11,383	6,542	9,581	286,970
Other Purchased Services (400-500 series)	-	-	-	-	-	-	-	-
General Supplies	516	427	-	-	-	-	-	7,485
Total instruction	516	427	233,787	32,219	11,383	6,542	9,581	294,455
Support services:								
Salaries	-	-	-	-	-	-	-	-
Personal Services - Employee Benefits	-	-	-	-	-	-	-	-
Other Purchased Services	-	-	-	-	-	-	-	-
Supplies & Materials	2,060	-	-	-	-	-	-	2,060
Other Objects	-	-	-	-	-	-	-	-
Total support services	2,060	-	-	-	-	-	-	2,060
Facilities acquisition and const. serv.:								
Instructional Equipment	-	-	-	-	-	4,485	-	4,485
Non-Instructional Equipment	-	-	-	-	-	-	-	-
Total facilities acquisition and const. serv.	-	-	-	-	-	4,485	-	4,485
Total Expenditures	2,576	427	233,787	32,219	11,383	11,027	9,581	301,000
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-	-

WOOD-RIDGE BOARD OF EDUCATION

Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis

For the Fiscal Year Ended June 30, 2012

	Total Brought Forward (Ex. E-1c)	Target	I Tunes Gift Cards	MSG Varsity	Doyle Library Donation	Total Carried Forward
REVENUES						
Local Sources	-	311	560	1,500	205	2,576
State Sources	-	-	-	-	-	-
Federal Sources	-	-	-	-	-	-
Total Revenues	-	311	560	1,500	205	2,576
EXPENDITURES:						
Instruction:						
Salaries of Teachers	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-	-
General Supplies	-	311	-	-	205	516
Total instruction	-	311	-	-	205	516
Support services:						
Salaries	-	-	-	-	-	-
Personal Services - Employee Benefits	-	-	-	-	-	-
Other Purchased Services	-	-	-	-	-	-
Supplies & Materials	-	-	560	1,500	-	2,060
Other Objects	-	-	-	-	-	-
Total support services	-	-	560	1,500	-	2,060
Facilities acquisition and const. serv.:						
Instructional Equipment	-	-	-	-	-	-
Non-Instructional Equipment	-	-	-	-	-	-
Total facilities acquisition and const. serv.	-	-	-	-	-	-
Total Expenditures	-	311	560	1,500	205	2,576
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-

CAPITAL PROJECTS FUND

**WOOD-RIDGE BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes
in Fund Balance-Budgetary Basis
Year Ended June 30, 2012**

Revenues and Other Financing Sources

State Sources - SCC Grant	-
Interest on Investments	336
Federal Sources - Community Development Block Grant	(6,161)
Transfers from Capital Reserve	-
Transfers from Capital Outlay	-
	(5,825)

Expenditures and Other Financing Uses

Purchased professional and technical services	14,711
Land and improvements	-
Construction services	117,299
Equipment purchases	-
	132,010

Excess (deficiency) of revenues over (under) expenditures (137,835)

Other Financing Sources (Uses)

Transfers Out - Debt Service Fund	(336)
-----------------------------------	-------

Fund balance - beginning 1,290,852

Fund balance - ending 1,152,681

WOOD-RIDGE BOARD OF EDUCATION
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
 Various School Improvements
 From Inception and for the Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
EDA Loan proceeds	299,304		299,304	
Community Development Block Grant	48,330	(6,161)	42,169	
	<u>347,634</u>	<u>(6,161)</u>	<u>341,473</u>	<u>-</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	13,908		13,908	
Land and improvements			-	
Construction services	299,522		299,522	
Equipment purchases			-	
	<u>313,430</u>	<u>-</u>	<u>313,430</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>34,204</u>	<u>(6,161)</u>	<u>28,043</u>	<u>-</u>
Additional project information:				
Project number	xxxxxx			
Grant Date				
Bond authorization date	N/A			
Bonds authorized	N/A			
Bonds issued	N/A			
Original authorization cost	347,634			
Additional authorized cost				
Revised authorized cost	341,473			
Percentage increase over original authorized cost	-			
Percentage completion	92%			
Original target completion date				
Revised target completion date				

WOOD-RIDGE BOARD OF EDUCATION
 Capital Projects Fund
 Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
 Catherine E. Doyle Elementary - Additions and Renovations/Kitchen upgrades/Renovations to School Field
 From Inception and for the Year Ended June 30, 2012

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SCC Grant	1,045,200		1,045,200	1,045,200
Bond proceeds and transfers	4,738,068		4,738,068	5,259,068
	<u>5,783,268</u>	<u>-</u>	<u>5,783,268</u>	<u>6,304,268</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	1,246,783	14,711	1,261,494	1,209,138
Land and improvements			-	
Construction services	3,101,521	117,299	3,218,820	4,924,290
Equipment purchases	178,316		178,316	170,840
	<u>4,526,620</u>	<u>132,010</u>	<u>4,658,630</u>	<u>6,304,268</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,256,648</u>	<u>(132,010)</u>	<u>1,124,638</u>	<u>-</u>
Additional project information:				
Project number	5830-060-02-0171			
Grant Date	12/27/2002			
Bond authorization date	9/24/2002			
Bonds authorized	3,462,000			
Bonds issued	3,185,000			
Original authorization cost	4,507,000			
Additional authorized cost	1,797,268			
Revised authorized cost	6,304,268			
Percentage increase over original authorized cost	0.40			
Percentage completion	74%			
Original target completion date	Jun-04			
Revised target completion date	Dec-04			

WOOD-RIDGE BOARD OF EDUCATION
Capital Projects Fund
Summary Statement of Project Expenditures
For the Fiscal Year Ended June 30, 2012

Project Title/Issue	Date	Appropriations	Expenditures to Date		Unexpended Balance June 30, 2012
			Prior Years	Current Year	
Tank Removal	4/20/93	43,346	48,446		(5,100)
Ventilation Renovations	4/20/93	11,900	15,768		(3,868)
Concrete work, steps and walls	4/20/93	3,000	2,750		250
Classroom corridor door replacement	4/20/93	101,565	102,123		(558)
Restroom shower renovations	4/20/93	123,839	82,105		41,734
Architect Fees	4/20/93	9,493	13,908		(4,415)
Wheel Chair Lifts	4/20/93	48,330	48,330		
Various School Improvements			8,661,352	132,010	1,645,638
			<u>10,780,473</u>	<u>132,010</u>	<u>1,673,681</u>
Analysis					
			Project Balance - June 30, 2012		1,673,681
			Unfunded Authorizations		(521,000)
			Fund Balance (Deficit) - June 30, 2012		<u>1,152,681</u>

PROPRIETARY FUNDS

WOOD-RIDGE BOARD OF EDUCATION
Combining Statement of Net Assets
Enterprise Funds
June 30, 2012

	Food Service Program	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	84,463	84,463
Accounts receivable:		
State	525	525
Federal	11,552	11,552
Inventories	6,497	6,497
Total current assets	103,037	103,037
Noncurrent assets:		
Capital assets:		
Equipment	70,450	70,450
Less accumulated depreciation	(46,741)	(46,741)
Total capital assets (net of accumulated depreciation)	23,709	23,709
Total assets	126,746	126,746
LIABILITIES		
Current liabilities:		
Prepaid Lunch Deposits	9,672	
Accounts payable	62,549	62,549
Total current liabilities	72,221	62,549
Total liabilities	72,221	62,549
NET ASSETS		
Invested in capital assets net of related debt	23,709	23,709
Unrestricted	30,816	30,816
Total net assets	54,525	54,525

WOOD-RIDGE BOARD OF EDUCATION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Enterprise Funds
For the Fiscal Year Ended June 30, 2012

	Food Service Program	Totals
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	152,294	152,294
Daily sales - non-reimbursable programs	143,637	143,637
Total operating revenues	295,931	295,931
Operating expenses:		
Cost of sales	172,095	172,095
Salaries	147,686	147,686
Supplies and materials	30,021	30,021
Employee benefits	21,879	21,879
Cleaning repair & maintenance	4,047	4,047
Purchased property services	28,037	28,037
Depreciation	2,420	2,420
Total Operating Expenses	406,185	406,185
Operating income (loss)	(110,254)	(110,254)
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	3,629	3,629
Federal sources:		
National school lunch program	75,185	75,185
Food distribution program	17,615	17,615
Total nonoperating revenues (expenses)	96,429	96,429
Income (loss) before contributions & transfers	(13,825)	(13,825)
Transfers in (out)		-
Change in net assets	(13,825)	(13,825)
Total net assets—beginning	68,350	68,350
Total net assets—ending	54,525	54,525

WOOD-RIDGE BOARD OF EDUCATION
Combining Statement of Cash Flows
Enterprise Funds
For the Fiscal Year Ended June 30, 2012

	<u>Food Service Program</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	295,931	295,931
Payments to Outside Food Service Management Company	(380,747)	(380,747)
Payments for repairs, maintenance	(4,043)	(4,043)
Payments for supplies	(5,972)	(5,972)
Net cash provided by (used for) operating activities	<u>(94,831)</u>	<u>(94,831)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Prepaid Lunch Deposits	9,672	
State Sources	3,697	3,697
Federal Sources	74,504	74,504
Net cash provided by (used for) non-capital financing activities	<u>87,873</u>	<u>78,201</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(24,213)	(24,213)
Net cash provided by (used for) capital and related financing activities	<u>(24,213)</u>	<u>(24,213)</u>
Net increase (decrease) in cash and cash equivalents	(31,171)	(40,843)
Balances—beginning of year	115,634	115,634
Balances—end of year	<u>84,463</u>	<u>74,791</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(110,254)	(110,254)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		
Depreciation and net amortization	2,420	2,420
Food Distribution Program	17,615	17,615
(Increase) decrease in inventories	(2,303)	(2,303)
Increase (decrease) in accounts payable	(2,309)	(2,309)
Total adjustments	<u>15,423</u>	<u>15,423</u>
Net cash provided by (used for) operating activities	<u>(94,831)</u>	<u>(94,831)</u>

FIDUCIARY FUND

WOOD-RIDGE BOARD OF EDUCATION
Combining 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>
ASSETS			
Cash and cash equivalents	133,267	19,816	185,856
Total assets	<u>133,267</u>	<u>19,816</u>	<u>185,856</u>
LIABILITIES			
Payable to student groups			96,502
Payroll deductions and withholding			77,169
Interfund - General Fund			12,185
Unemployment claims payable	22,111		
Total liabilities	<u>22,111</u>		<u>185,856</u>
NET ASSETS			
Held in trust for unemployment claims and other purposes	<u>111,156</u>		
Reserved for scholarships		<u>19,816</u>	

WOOD-RIDGE BOARD OF EDUCATION
Combining Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2012

	Unemployment Compensation Trust Fund	Private Purpose Scholarship Fund
ADDITIONS		
Contributions:		
Scholarship donations		1,000
Employee Contributions	12,411	
Board Contributions	80,956	
Total Contributions	<u>93,367</u>	<u>1,000</u>
Investment earnings:		
Interest	120	28
Net investment earnings	120	28
Total additions	<u>93,487</u>	<u>1,028</u>
DEDUCTIONS		
Unemployment claims	58,089	
Scholarships		2,325
Total deductions	<u>58,089</u>	<u>2,325</u>
Change in net assets	35,398	(1,297)
Net assets—beginning of the year	75,758	21,113
Net assets—end of the year	<u><u>111,156</u></u>	<u><u>19,816</u></u>

WOOD-RIDGE BOARD OF EDUCATION
Student Activity Agency Fund
Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2012

	<u>Balance</u> <u>July 1, 2011</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursed</u>	<u>Balance</u> <u>June 30, 2012</u>
High School	87,991	326,807	318,618	96,180
Physical Education Uniforms - HS	4,212	32	4,244	-
Physical Education Uniforms - MS	4,932	24	4,956	-
	<u>97,135</u>	<u>326,863</u>	<u>327,818</u>	<u>96,180</u>
Athletic Account	108	28,750	28,536	322
	<u>108</u>	<u>28,750</u>	<u>28,536</u>	<u>322</u>
	<u>97,243</u>	<u>355,613</u>	<u>356,354</u>	<u>96,502</u>

WOOD-RIDGE BOARD OF EDUCATION
Payroll Agency Fund
Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2012

	Balance July 1, 2011	Cash Receipts	Cash Disbursed	Balance June 30, 2012
Net Payroll	3,296	5,543,370	5,545,172	1,494
Payroll Deductions and Withholdings	61,061	3,893,014	3,878,400	75,675
Interfund Payable	13,073	269,908	270,796	12,185
	<u>77,430</u>	<u>9,706,292</u>	<u>9,694,368</u>	<u>89,354</u>

LONG-TERM DEBT

WOOD-RIDGE BOARD OF EDUCATION
General Long Term Debt Account Group
Statement of School Bonds Payable
June 30, 2012

ISSUE	Date of Issue	Amount of Issue	Annual Maturities Date	Amount	Interest Rate	Balance July 1, 2011	Retired	Balance June 30, 2012
2005 School Bonds	7/15/2005	6,500,000	7/15/2012	275,000	3.75%	5,550,000	265,000	5,285,000
			7/15/2013	285,000	4.00%			
			7/15/2014	300,000	4.00%			
			7/15/2015	315,000	4.00%			
			7/15/2016	330,000	4.00%			
			7/15/2017	350,000	4.00%			
			7/15/2018	365,000	4.00%			
			7/15/2019	385,000	4.00%			
			7/15/2020	400,000	4.00%			
			7/15/2021	420,000	4.00%			
			7/15/2022	440,000	4.00%			
			7/15/2023	460,000	4.00%			
			7/15/2024	475,000	4.05%			
			7/15/2025	485,000	4.10%			
						\$ 5,550,000	265,000	5,285,000

WOOD-RIDGE BOARD OF EDUCATION
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	478,252		478,252	478,252	
Total Revenues	478,252		478,252	478,252	
EXPENDITURES:					
Regular Debt Service:					
Interest	216,073		216,073	216,072	(1)
Redemption of Principal	265,000		265,000	265,000	
Total Regular Debt Service	481,073		481,073	481,072	(1)
Total expenditures	481,073		481,073	481,072	(1)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,821)		(2,821)	(2,820)	1
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund				336	336
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(2,821)		(2,821)	(2,484)	337
Fund Balance, July 1	3,997		3,997	3,997	
Fund Balance, June 30	1,176		1,176	1,513	337
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,821)		(2,821)	(2,484)	337
Budgeted Fund Balance					

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

J SERIES

Contents

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Financial Trends

These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time.

J-1 to J-5

Revenue Capacity

These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax.

J-6 to J-9

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.

J-10 to J-13

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.

J-14 to J-15

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.

J-16 to J-20

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 the fiscal year ending June 30, 2003; schedules presenting district-wide information include information beginning in that year.

STATISTICAL SECTION (UNAUDITED)

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- J-2 Changes in Net Assets
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Wood-Ridge Board of Education
 Net Assets by Component
 Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	
Governmental activities										
Invested in capital assets, net of related debt	\$ 5,701,355	\$ 9,272,527	\$ 2,871,429	\$ 2,551,822	\$ 2,628,006	\$ 2,937,868	\$ 3,103,792	\$ 3,326,196	\$ 3,514,848	
Restricted	(520,313)	(3,943,557)	2,978,634	2,507,819	2,199,131	2,215,659	2,528,549	2,496,890	2,751,211	
Unrestricted	75,783	(89,867)	(146,168)	189,045	50,649	21,949	(178,669)	26,066	96,285	
Total governmental activities net assets	\$ 5,256,825	\$ 5,239,103	\$ 5,703,895	\$ 5,248,686	\$ 4,877,786	\$ 5,175,476	\$ 5,453,672	\$ 5,849,152	\$ 6,362,344	
Business-type activities										
Invested in capital assets, net of related debt	\$ 3,451	\$ 2,606	\$ 1,779	\$ 5,718	\$ 4,671	\$ 3,625	\$ 2,578	\$ 1,916	\$ 23,709	
Restricted	8,458	6,406	14,602	18,012	21,540	39,871	60,052	66,434	30,816	
Unrestricted	11,909	9,012	16,381	23,730	26,211	43,496	62,630	68,350	54,525	
Total business-type activities net assets	\$ 22,818	\$ 18,024	\$ 32,763	\$ 47,460	\$ 52,422	\$ 87,037	\$ 125,312	\$ 136,734	\$ 119,050	
District-wide										
Invested in capital assets, net of related debt	\$ 5,704,806	\$ 9,275,133	\$ 2,873,208	\$ 2,557,540	\$ 2,632,677	\$ 2,941,493	\$ 3,106,370	\$ 3,328,112	\$ 3,538,557	
Restricted	(520,313)	(3,943,557)	2,978,634	2,507,819	2,199,131	2,215,659	2,528,549	2,496,890	2,751,211	
Unrestricted	84,241	(83,461)	(131,566)	207,057	72,189	61,820	(118,617)	92,500	127,101	
Total district net assets	\$ 5,268,734	\$ 5,248,115	\$ 5,720,276	\$ 5,272,416	\$ 4,903,997	\$ 5,218,972	\$ 5,516,302	\$ 5,917,502	\$ 6,416,869	

Source: CAFR Schedule A-1

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2004 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Wood-Ridge Board of Education
 Changes in Net Assets, Last Ten Fiscal Years
 (accrual basis of accounting)

	Fiscal Year Ending June 30,		2008		2009		2010		2011		2012	
	2004	2005	2006	2007	2008	2009	2010	2011	2012			
Expenses												
Governmental activities												
Instruction												
Regular	\$ 4,450,340	\$ 4,910,062	\$ 5,254,572	\$ 5,609,525	\$ 5,642,716	\$ 5,792,729	\$ 6,058,384	\$ 5,892,176	\$ 5,950,785			
Special education	733,107	822,549	868,002	975,941	918,141	1,029,430	1,125,706	1,071,942	1,065,358			
Other special education	321,553	336,490	365,722	298,085	347,738	355,738	343,957	250,447	253,244			
Other instruction	343,421	361,383	355,574	389,252	420,028	480,310	480,135	452,079	473,704			
Support Services:												
Tuition	687,073	623,344	775,134	1,213,194	1,665,473	1,674,339	1,755,468	2,146,309	2,438,919			
Student & instruction related services	1,173,339	1,342,414	1,462,116	1,646,608	1,635,675	1,612,269	1,781,973	1,847,454	1,816,489			
General administrative services	326,003	333,429	354,097	376,343	428,327	467,108	506,152	435,980	510,635			
School administrative services	618,323	617,793	567,276	702,114	735,789	736,746	706,934	772,819	817,217			
Central services		316,399	282,946	292,557	300,453	307,367	324,204	325,703	338,875			
Administrative information technology		134,823	93,092	121,535	115,934	113,534	118,893	154,345	151,831			
Business administrative services	311,025	151										
Plant operations and maintenance	1,245,999	1,280,652	1,380,562	1,513,133	1,626,226	1,654,393	1,571,446	1,501,748	1,521,990			
Pupil transportation	377,340	304,697	346,208	573,840	619,154	538,802	493,178	519,844	441,156			
Unallocated Benefits	811,504	852,657	938,844	1,379,801	1,379,159	953,213	1,016,854	1,076,657	1,361,521			
Special Schools							50,075	49,296	27,658			
Charter Schools	80,863	138,584	255,997	255,879	249,958	238,604	229,991	221,082	211,820			
Interest on long-term debt	112,293	193,239	241,637	232,984	226,951	221,532	224,606	251,864	212,926			
Unallocated depreciation				59,601		10,718		37,056	19,097			
Capital Outlay - nondepreciable	3,926	65,144										
Total governmental activities expenses	11,596,109	12,633,810	13,541,779	15,640,392	16,311,822	16,186,832	16,787,956	17,006,801	17,613,225			

Wood-Ridge Board of Education
Changes in Net Assets, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,		2008		2009		2010		2011		2012	
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2011	2012	2012
Business-type activities:												
Food service	312,411	360,534	374,884	382,645	394,949	400,845	377,660	381,875	406,185			
Total business-type activities expense	312,411	360,534	374,884	382,645	394,949	400,845	377,660	381,875	406,185			
Total district expenses	\$ 11,908,520	\$ 12,994,344	\$ 13,916,663	\$ 16,023,037	\$ 16,706,771	\$ 16,587,677	\$ 17,165,616	\$ 17,388,676	\$ 18,019,410			
Program Revenues												
Governmental activities:												
Operating grants and contributions	406,248	430,344	486,794	480,205	434,906	403,820	472,003	459,208	415,322			
Capital grants and contributions	406,248	430,344	486,794	480,205	434,906	403,820	472,003	459,208	415,322			
Total governmental activities program revenues												
Business-type activities:												
Charges for services	250,833	288,744	317,377	321,753	327,151	344,491	306,966	299,648	295,931			
Food service	66,490	64,607	64,365	64,596	67,581	73,639	89,828	87,947	96,429			
Operating grants and contributions												
Capital grants and contributions	317,323	359,351	381,742	386,349	394,732	418,130	396,794	387,595	392,360			
Total business type activities program revenues	\$ 723,571	\$ 783,695	\$ 868,536	\$ 866,554	\$ 829,638	\$ 821,950	\$ 868,797	\$ 846,803	\$ 807,682			
Total district program revenues												
Net (Expense)/Revenue												
Governmental activities	\$ (11,189,861)	\$ (12,203,466)	\$ (13,054,985)	\$ (15,160,187)	\$ (15,876,916)	\$ (15,783,012)	\$ (16,315,953)	\$ (16,547,593)	\$ (17,197,903)			
Business-type activities	4,912	(7,183)	6,858	3,704	(217)	17,285	19,134	5,720	(13,825)			
Total district-wide net expense	\$ (11,184,949)	\$ (12,210,649)	\$ (13,048,127)	\$ (15,156,483)	\$ (15,877,133)	\$ (15,765,727)	\$ (16,296,819)	\$ (16,541,873)	\$ (17,211,728)			
General Revenues and Other Changes in Net Assets												
Governmental activities:												
Property taxes levied for general purposes, net	\$ 8,712,472	\$ 9,305,914	\$ 10,076,112	\$ 10,831,384	\$ 11,548,935	\$ 12,341,718	\$ 12,807,191	\$ 13,563,859	\$ 13,835,136			
Taxes levied for debt service	28,490	27,799	336,128	283,960	341,273	424,904	396,132	453,918	478,252			
Unrestricted grants and contributions	1,593,112	1,617,774	1,731,857	2,259,432	2,295,832	1,963,329	2,103,868	1,577,801	1,888,072			
Tuition Received	920,395	1,024,128	1,161,643	1,099,420	1,106,111	1,125,316	1,071,275	1,208,085	1,388,926			
Community development block grant cancelled									(6,161)			
Payments in lieu of taxes												
Investment earnings	114,815	210,129	214,037	235,105	213,865	275,348	215,683	139,410	79,401			
Miscellaneous income	11,369,284	12,185,744	13,519,777	14,709,301	15,506,016	16,130,615	16,594,149	16,943,073	17,663,626			
Total governmental activities												

Wood-Ridge Board of Education
Changes in Net Assets, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,		2008		2009		2010		2011		2012	
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2011	2012	
Business-type activities:												
Investment earnings		4,286	511	1,102	2,698	-	-	-	-	-	-	-
Transfers	-	4,286	511	1,102	2,698	-	-	-	-	-	-	-
Total business-type activities	\$ 11,369,284	\$ 12,190,030	\$ 13,520,288	\$ 14,710,403	\$ 15,508,714	\$ 16,130,615	\$ 16,594,149	\$ 16,943,073	\$ 17,663,626			
Total district-wide												
Change in Net Assets												
Governmental activities	\$ 179,423	\$ (17,722)	\$ 464,792	\$ (450,886)	\$ (370,900)	\$ 347,603	\$ 278,196	\$ 395,480	\$ 465,723			
Business-type activities	4,912	(2,897)	7,369	4,806	2,481	17,285	19,134	5,720	(13,825)			
Total district	\$ 184,335	\$ (20,619)	\$ 472,161	\$ (446,080)	\$ (368,419)	\$ 364,888	\$ 297,330	\$ 401,200	\$ 451,898			

Source: CAFR Schedule A-2

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2004 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Wood-Ridge Board of Education
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	
General Fund										
Reserved	\$ 229,847	\$ 603,855	\$ 1,195,563	\$ 676,892	\$ 461,953	\$ 781,011	\$ 1,208,621	1,081,368	1,344,994	
Unreserved	535,102	418,108	334,690	539,062	415,811	408,479	202,327	104,265	97,938	
Restricted								16,408	154,085	
Committed								307,398	412,321	
Assigned										
Unassigned										
Total general fund	\$ 764,949	\$ 1,021,963	\$ 1,530,253	\$ 1,215,954	\$ 877,764	\$ 1,189,490	\$ 1,410,948	\$ 1,509,439	\$ 2,009,338	
All Other Governmental Funds										
Reserved	\$ 2,744,490	\$ 237,328	\$ 25,657	\$ 17,600	\$ 103,486	\$ 9,247				
Unreserved, reported in:										
Special revenue fund										
Capital projects fund	(3,518,883)	(4,767,643)	1,603,489	1,579,224	1,470,724	1,316,356	1,290,852	1,290,852	1,179,013	
Debt service fund	24,233	(17,097)	153,925	234,103	162,968	109,045	29,076	3,997	1,513	
Permanent fund										
Total all other governmental funds	\$ (750,160)	\$ (4,547,412)	\$ 1,783,071	\$ 1,830,927	\$ 1,737,178	\$ 1,434,648	\$ 1,319,928	\$ 1,294,849	\$ 1,180,526	

Source: CAFR Schedule B-1

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten year is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Wood-Ridge Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Tax/levy	\$ 8,424,835	\$ 8,740,962	\$ 9,333,713	\$ 10,412,240	\$ 11,115,344	\$ 11,890,208	\$ 12,766,622	\$ 13,203,323	\$ 14,017,777	\$ 14,313,388
Tuition	782,584	920,395	1,024,128	1,161,643	1,099,420	1,106,111	1,125,316	1,071,275	1,208,085	1,388,926
Interest earnings					1,250	4,250	1,654	2,754	1,291	955
Miscellaneous	59,830	38,649	147,435	214,037	233,855	128,977	251,436	217,849	147,857	78,446
State sources	1,496,584	1,729,118	1,751,937	1,897,144	2,401,104	2,418,029	2,061,052	2,067,158	1,485,053	1,841,412
Federal sources	231,137	270,242	296,181	321,507	338,533	312,709	306,097	503,793	480,915	461,982
Total revenue	10,994,970	11,699,366	12,553,394	14,006,571	15,189,506	15,860,284	16,512,177	17,066,152	17,340,978	18,085,109
Expenditures										
Instruction										
Regular instruction	3,396,697	3,858,218	4,225,782	4,493,469	4,771,898	4,747,430	4,953,333	5,162,096	4,917,284	4,991,142
Special education instruction	588,287	601,115	689,024	719,156	806,410	754,084	858,475	933,184	873,045	881,452
Other special instruction		271,147	281,146	302,141	245,750	284,885	296,092	284,594	203,710	208,137
Other instruction	533,174	303,897	316,302	308,040	338,194	360,602	424,537	419,917	390,430	416,403
Support Services:										
Tuition	606,567	687,073	623,344	775,134	1,213,194	1,665,473	1,674,339	1,755,468	2,146,309	2,438,919
Student & instruction related services	967,733	1,027,115	1,172,104	1,269,358	1,441,966	1,427,299	1,430,231	1,550,394	1,611,251	1,582,299
General administrative services	316,670	533,454	300,424	317,084	337,004	385,508	426,104	461,530	385,284	455,113
School Administrative services	50,735	298,023	526,481	477,565	591,719	616,026	624,762	591,923	641,279	658,524
Central services	-	-	280,719	243,110	250,614	254,876	263,820	276,980	274,809	289,941
Administrative information technology	-	-	112,973	76,897	101,674	94,950	94,469	98,404	131,302	130,018
Plant operations and maintenance	1,101,145	1,125,900	1,157,049	1,245,318	1,422,893	1,468,858	1,507,362	1,424,232	1,342,996	1,366,111
Pupil transportation	320,630	374,037	300,830	363,100	568,798	636,262	538,575	487,519	512,908	434,863
Business and other support services	-	290,559	151	-	-	-	-	-	-	-
Unallocated employee benefits	2,065,398	2,012,004	2,273,619	2,483,048	3,051,626	3,160,948	2,666,737	2,841,960	3,112,470	3,152,822
Capital outlay	145,114	24,166	73,633	-	91,923	12,718	50,075	142,216	195,021	73,220
Transfer of funds to Charter School	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	-	22,327	15,674	24,087	25,083	241,105	262,164	245,000	255,000	265,000
Interest and other charges	28,226	20,653	108,640	229,752	256,804	251,941	242,914	233,922	225,172	216,072
Total expenditures	10,122,376	11,449,688	12,457,895	13,327,259	15,515,550	16,350,247	16,276,632	16,959,414	17,267,566	17,587,694
Excess (Deficiency) of revenues over (under) expenditures	872,594	249,678	95,499	679,312	(326,044)	(489,963)	235,545	1,067,738	73,412	497,415

Wood-Ridge Board of Education
 Changes in Fund Balances, Governmental Funds,
 Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Other financing sources (uses)										
Capital leases (non-budgeted)	-	-	65,000	-	59,601	-	-	-	-	-
Transfers in	-	38,171	55,185	-	78,105	80,638	26,251	2,821	1,175	336
Transfers out	-	-	-	-	(78,105)	(80,638)	(26,251)	(2,821)	(1,175)	(366)
Total other financing sources (uses)	-	38,171	120,185	-	59,601	-	-	-	-	(30)
Net change in fund balances	\$ 872,594	\$ 287,849	\$ 215,684	\$ 679,312	\$ (266,443)	\$ (489,963)	\$ 235,545	\$ 106,738	\$ 73,412	\$ 497,385
Debt service as a percentage of noncapital expenditures	0.3%	0.4%	1.0%	1.9%	1.8%	3.0%	3.1%	2.8%	2.8%	2.7%

NOTE: Capital Projects Fund is not included as these expenditures vary substantially from year to year. The financial data presented would not be as meaningful for comparative purposes if these were included.

**Wood-Ridge Board of Education
General Fund Other Local Revenue by Source
Last Ten Fiscal Years
Unaudited**

Fiscal Year Ended June 30,	Donations	Rent	Refunds	Employee Health Contribution	Reimbursements	Restricted Miscellaneous Revenue	Interest on Investments	Prior Year Voided Checks	E-Rate Reimb.	Tuition Adj. Refunds	Misc.	Total
2003	-	1,100	21,707	-	-	-	669	-	-	-	20,235	43,711
2004	-	-	-	-	-	-	-	-	-	-	38,649	38,649
2005	-	-	107,008	-	-	-	6,801	-	-	-	33,626	147,435
2006	8,533	2,500	3,398	-	-	92,249	5,002	-	-	-	13,622	125,304
2007	-	-	94,159	-	-	1,250	47,098	-	-	-	14,493	157,000
2008	-	-	95,105	-	-	4,250	25,721	-	-	-	8,151	133,227
2009	599	2,300	41,659	-	117,578	-	37,752	-	-	-	48,303	248,191
2010	-	-	-	-	147,152	-	6,406	33,330	-	-	25,974	212,862
2011	-	2,625	-	62,759	20,000	-	5,976	111	-	15,805	30,959	138,235
2012	-	2,992	1,004	-	1,363	-	4,828	125	22,986	28,999	14,192	76,489

Source: District Records

Wood-Ridge Board of Education
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Year Ended Dec. 31,	Total Assessed Value				Less: Tax-Exempt Property	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)	% of Net Assessed to Estimated Full Cash Valuations	
	Vacant Land	Residential	Commercial	Industrial							Apartment
2003	\$ 5,250,600	\$ 572,305,000	\$ 49,178,800	\$ 87,098,600	\$ 19,156,300	\$ 732,989,300	\$ 42,086,300.00	\$ 1,006,495	\$ 691,909,495	\$ 752,728,054	91.92%
2004	\$ 3,452,700	\$ 574,743,000	\$ 47,691,000	\$ 86,144,400	\$ 19,156,300	\$ 731,187,400	\$ 43,219,000.00	\$ 855,397	\$ 688,823,797	\$ 850,378,788	81.00%
2005	\$ 3,207,700	\$ 577,705,800	\$ 47,161,300	\$ 87,080,400	\$ 19,156,300	\$ 734,311,500	\$ 43,313,300.00	\$ 725,903	\$ 691,724,103	\$ 963,120,889	71.82%
2006	\$ 3,207,700	\$ 577,705,800	\$ 47,161,300	\$ 87,080,400	\$ 19,156,300	\$ 734,311,500	\$ 43,313,300.00	\$ 725,903	\$ 691,724,103	\$ 1,101,757,382	62.78%
2007	\$ 56,001,500	\$ 580,734,500	\$ 38,193,700	\$ 87,080,400	\$ 19,156,300	\$ 781,166,400	\$ 43,452,000.00	\$ 512,640	\$ 738,227,040	\$ 1,222,296,973	60.40%
2008	\$ 56,865,200	\$ 580,594,200	\$ 38,213,700	\$ 87,080,400	\$ 19,156,300	\$ 781,909,800	\$ 43,917,500.00	\$ 534,774	\$ 738,227,074	\$ 1,348,779,852	54.76%
2009	\$ 57,093,700	\$ 581,687,900	\$ 37,973,600	\$ 87,080,400	\$ 17,209,800	\$ 781,045,400	\$ 43,687,800.00	\$ 535,480	\$ 737,893,080	\$ 1,290,027,638	57.20%
2010	\$ 56,529,300	\$ 584,494,100	\$ 37,973,600	\$ 87,080,400	\$ 17,209,800	\$ 783,287,200	\$ 43,321,300.00	\$ 614,644	\$ 740,580,544	\$ 1,315,447,940	56.30%
2011	\$ 67,982,800	\$ 586,141,300	\$ 38,077,700	\$ 79,831,500	\$ 17,209,800	\$ 789,243,100	\$ 43,205,100.00	\$ 546,760	\$ 746,584,760	\$ 1,256,721,214	59.41%
2012	\$ 68,575,400	\$ 587,155,700	\$ 38,043,200	\$ 79,765,900	\$ 16,949,100	\$ 790,489,300	\$ 43,889,200.00	\$ 532,680	\$ 747,132,780	\$ 1,228,999,885	60.79%

Source: Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

Wood-Ridge Board of Education
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Year Ended Dec. 31,	Wood-Ridge Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	General	Borough of Wood-Ridge	Bergen County	Total Direct		
	Basic Rate ^a	Obligation Debt Service ^b		Direct		
2003	1.165	0.004	0.693	1.169	0.218	2.080
2004	1.220	0.004	0.734	1.224	0.252	2.210
2005	1.300	0.043	0.838	1.343	0.259	2.440
2006	1.364	0.038	1.005	1.402	0.263	2.670
2007	1.433	0.038	1.106	1.471	0.283	2.860
2008	1.531	0.045	1.141	1.576	0.320	3.037
2009	1.616	0.045	1.204	1.661	0.336	3.201
2010	1.706	0.030	1.286	1.736	0.327	3.349
2011	1.764	0.030	1.264	1.794	0.328	3.386
2012	1.776	0.046	1.301	1.817	0.345	3.463

Source: District Records and Municipal Tax Collector

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

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

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

Wood-Ridge Board of Education
Principal Property Taxpayers
Current Year and Ten Years Ago

Taxpayer	2012			2003		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
WOOD-RIDGE DEVELOPMENT, LLC	\$ 59,520,000	1	7.97%	\$ 52,107,500	1	7.10%
WOOD-RIDGE INDUSTRIAL PROPERTY	45,850,000	2	6.14%	7,970,500	2	1.09%
CLIFF VIEW GARDENS	6,400,000	3	0.86%	7,500,000	3	1.02%
AVALON BAY COMMUNITIES, INC	5,000,000	4	0.67%	5,851,900	4	0.80%
ONE ETHEL BOULEVARD, LLC	4,578,400	5	0.61%	4,554,700	5	0.62%
DELIDOR REALTY CORP @ FIESTA	4,316,100	6	0.58%	4,346,500	6	0.59%
ONE PARK PLACE, LLC	3,659,500	7	0.49%	3,720,800	7	0.51%
HOME PROPERTIES WINDSOR, LLC	3,500,000	8	0.47%	3,689,500	8	0.50%
JRMA HOLDING LLC	3,348,700	9	0.45%	3,405,800	9	0.46%
JULIUS BLUM & CO	3,291,200	10	0.44%	3,291,300	10	0.45%
Total	\$ 139,463,900		18.68%	\$ 96,438,500		13.14%

Net Assessed Valuation: \$ 746,584,760

Source: Municipal Tax Assessor.

**Wood-Ridge Board of Education
Property Tax Levies and Collections
Last Ten Fiscal Years**

Year Ended June 30,	School Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2003	8,424,835	8,424,835	100.00%	\$ -
2004	8,740,962	8,740,962	100.00%	\$ -
2005	9,333,713	9,333,713	100.00%	\$ -
2006	10,412,240	10,412,240	100.00%	\$ -
2007	11,115,344	11,113,439	99.98%	\$ 1,905
2008	11,890,208	11,293,793	94.98%	\$ 596,415
2009	12,766,622	12,543,650	98.25%	\$ 227,869
2010	13,203,323	12,103,047	91.67%	\$ 1,100,277
2011	14,017,777	12,845,197	91.64%	\$ 1,172,580
2012	14,313,388	13,120,606	91.67%	\$ 1,192,782

Source: Municipal Tax Collector

Wood-Ridge Board of Education
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	Bonds Payable ^b	Loans Payable	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases				
2003		147,948	115,000	1,200,000	-	1,462,948	0.38%	\$ 29	
2004		125,621	57,293	7,021,000	-	7,203,914	1.74%	\$ 132	
2005		102,438	103,909	7,021,000	-	7,227,347	1.69%	\$ 127	
2006	6,500,000	78,352	63,713	-	-	6,642,065	1.41%	\$ 106	
2007	6,500,000	53,269	61,353	-	-	6,614,622	1.31%	\$ 98	
2008	6,285,000	27,164	21,937	-	-	6,334,101	1.25%	\$ 93	
2009	6,050,000	-	3,314	-	-	6,053,314	1.28%	\$ 96	
2010	5,805,000	-	-	-	-	5,805,000	1.16%	\$ 89	
2011	5,550,000	-	-	-	-	5,550,000	NOT AVAILABLE	NOT AVAILABLE	
2012	5,285,000	-	-	-	-	5,285,000	NOT AVAILABLE	NOT AVAILABLE	

Source: District CAFR Schedules I-1, I-2

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

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

^b Includes Early Retirement Incentive Plan (ERIP) refunding

Wood-Ridge Board of Education
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds and Loans	Deductions	Net General Bonded Debt Outstanding		
2003	147,948	-	147,948	0.02%	\$ 51,291
2004	125,621	-	125,621	0.02%	\$ 54,669
2005	102,438	-	102,438	0.01%	\$ 56,963
2006	6,578,352	-	6,578,352	0.89%	\$ 63,021
2007	6,553,269	-	6,553,269	0.89%	\$ 67,113
2008	6,312,164	-	6,312,164	0.86%	\$ 67,696
2009	6,050,000	-	6,050,000	0.82%	\$ 64,388
2010	5,805,000	-	5,805,000	0.78%	\$ 63,198
2011	5,550,000	-	5,550,000	0.74%	\$ 65,486
2012	5,285,000	-	5,285,000	0.71%	NOT AVAILABLE

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

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

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

**Wood-Ridge Board of Education
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2012**

<u>Governmental Unit</u>	<u>Estimated Percentage Applicable^a</u>	<u>Debt Outstanding</u>	<u>Estimated Share of Overlapping Debt</u>
Direct Debt of School District as of June 30, 2012			
Net overlapping debt of School District:			
Borough of Wood-Ridge	100.000%	\$ 16,390,341	
Bergen County Utilities Authority	0.830%	\$ 2,097,165	
County of Bergen - Borough's share	0.495%	\$ 3,457,144	
Subtotal, overlapping debt			\$ 21,944,650
Total direct and overlapping debt			\$ 27,229,650

Sources: Borough of Wood-Ridge Town Administrator / Bergen County Treasurer's Office

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 Wood-Ridge. 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 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 total taxable value.

Wood-Ridge Board of Education
 Legal Debt Margin Information
 Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2011

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$ 27,077,916	\$ 29,781,419	\$ 33,372,675	\$ 35,275,807	\$ 41,845,461	\$ 47,452,531	\$ 51,571,449	\$ 52,756,476	\$ 51,450,403	\$ 49,913,371
Total net debt applicable to limit	147,948	125,621	102,438	6,578,352	6,553,269	6,312,164	6,050,000	5,805,000	5,550,000	5,285,000
Legal debt margin	\$ 26,929,968	\$ 29,655,798	\$ 33,270,237	\$ 28,697,455	\$ 35,292,192	\$ 41,140,367	\$ 45,521,449	\$ 46,951,476	\$ 45,900,403	\$ 44,628,371
Total net debt applicable to the limit as a percentage of debt limit	0.55%	0.42%	0.31%	18.65%	15.66%	13.30%	11.73%	11.00%	10.79%	10.59%

Equalized valuation basis	
2011	\$ 1,227,057,058
2010	\$ 1,226,953,634
2009	1,289,492,158
[A]	<u>\$ 3,743,502,850</u>
Average equalized valuation of taxable property	[A/3] \$ 1,247,834,283
Debt limit (4 % of average equalization value)	[B] 49,913,371 ^a
Net bonded school debt	[C] 5,285,000
Legal debt margin	<u>[B-C] \$ 44,628,371</u>

Source: Abstract of Rates and District Records.

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

**Wood-Ridge Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years**

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2002	7,618	395,610,358	51,931	4.00%
2003	7,597	388,449,804	51,132	3.90%
2004	7,594	413,584,428	54,462	3.20%
2005	7,560	428,697,360	56,706	3.20%
2006	7,502	470,480,428	62,714	2.80%
2007	7,505	505,791,970	67,394	2.90%
2008	7,430	506,926,610	68,227	3.80%
2009	7,462	471,583,476	63,198	6.80%
2010	7,635	499,985,610	65,486	6.90%
2011	7,677	NOT AVAILABLE	NOT AVAILABLE	6.80%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

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

^c Per Capita Personal Income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis

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

Wood-Ridge Board of Education
 Principal Employers
 Current Year and Nine Years Ago **

	2011		2002	
	Employer	Employees	Rank (Optional)	Percentage of Total Employment

THE NEW JERSEY DEPARTMENT OF LABOR AND AREA EMPLOYERS REFUSED TO RELEASE INFORMATION NEEDED TO COMPLETE THIS SCHEDULE DUE TO PRIVACY CONCERNS

Source:

Wood-Ridge Board of Education
 Full-time Equivalent District Employees by Function/Program,
 Last Ten Fiscal Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Instruction										
Regular	59.00	64.00	67.00	67.00	64.00	69.00	68.37	72.87	72.03	71.80
Special education	9.00	9.00	9.00	9.00	10.00	11.00	11.50	11.50	11.50	11.50
Other special education	-	-	-	-	9.00	9.00	11.00	9.00	9.30	9.20
Vocational	-	-	-	-	-	-	-	-	-	-
Other instruction	-	-	-	-	3.00	3.00	4.13	5.13	5.67	6.00
Nonpublic school programs	-	-	-	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Student & Instruction Related Services	10.00	11.00	14.00	14.00	19.00	13.20	13.50	13.17	13.17	13.17
General administrative services	-	-	-	-	-	2.00	2.00	2.00	2.00	2.00
School administrative services	10.00	10.00	10.00	10.00	10.00	7.50	7.50	7.33	7.33	7.33
Central services	5.00	5.00	5.00	5.00	5.00	3.00	3.00	3.00	3.00	3.00
Administrative Information Technology	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Plant operations and maintenance	13.00	13.00	13.00	13.00	14.00	13.00	13.00	12.00	12.00	12.00
Pupil transportation	-	-	-	-	-	-	-	0.50	0.50	0.50
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service	-	-	-	-	-	-	-	-	-	-
Child Care	-	-	-	-	-	-	-	-	-	-
Total	107	113	119	119	135	131.7	135.0	137.5	137.5	137.5

Source: District Personnel Records

Wood-Ridge Board of Education
Operating Statistics
Last Ten Fiscal Years

Pupil/Teacher Ratio

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2003	999	9,949,036	9,959	0.84%	88	1:25	1:23	1:16	999	950	5.27%	95.10%
2004	1,035	11,382,542	10,998	10.43%	8	1:23	1:22	1:16	1,035	979	3.60%	94.59%
2005	1,082	12,259,948	11,331	3.03%	87	1:23	1:22	1:16	1,082	1,029	4.54%	95.10%
2006	1,132	13,073,420	11,549	1.93%	87	1:23	1:22	1:16	1,132	1,082	4.62%	95.38%
2007	1,130	15,141,740	13,400	18.26%	94	1:19	1:18	1:16	1,130	1,077	-0.18%	95.31%
2008	1,152	15,857,201	13,765	19.19%	92	1:13.5	1:8.9	1:11.3	1,153	1,099	2.04%	95.32%
2009	1,195	15,771,555	13,198	-1.51%	97	1:14	1:15	1:10	1,185	1,127	2.78%	95.11%
2010	1,182	16,338,276	13,823	0.42%	98.5	1:16	1:13	1:13	1,143	1,106	-3.54%	96.76%
2011	1,159	16,592,373	14,316	8.47%	98.5	1:12	1:13	1:11	1,147	1,087	0.35%	94.77%
2012	1,159	17,033,402	14,697	2.66%	98.5	1:12	1:13	1:11	1,160	1,098	1.13%	94.61%

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count for all students attending school facilities.

- a Operating expenditures equal total general fund and special revenue fund expenditures less debt service and capital outlay, Schedule J-4
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Wood-Ridge Board of Education
School Building Information
Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>District Buildings</u>										
<u>Elementary</u>										
Doyle Elementary School (1952)										
Square Feet	32,087	45,587	45,587	45,587	45,587	45,587	45,587	45,587	45,587	45,587
Capacity: FES (students)	275	355	355	355	355	355	355	355	355	355
Enrollment	375	365	451	468	479	479	529	535	525	525
<u>Middle</u>										
Ostrovsky Middle School (1958)										
Square Feet	30,738	30,738	30,738	30,738	30,738	30,738	30,738	30,738	30,738	30,738
Capacity: FES (students)	244	244	244	244	244	244	244	244	244	244
Enrollment	323	308	244	241	231	231	239	247	263	263
<u>High School</u>										
Wood-Ridge High School (1923)										
Square Feet	63,792	63,792	63,792	63,792	63,792	63,792	63,792	63,792	63,792	63,792
Capacity: FES (students)	496	496	496	496	496	496	496	496	496	496
Enrollment	301	362	387	422	420	420	427	400	371	371
<u>Other</u>										
Central Administration										
Square Feet	6,531	6,531	6,531	6,531	6,531	6,531	6,531	6,531	6,531	6,531

Number of Schools at June 30, 2011

- Elementary = 1
- Middle School = 1
- High School = 1
- Other = 1

Source: District records, ASSA

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.

Wood-Ridge Board of Education
General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
Unaudited

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

School Facilities	Project # (s)	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Doyle Elementary School	N/A	120,686	115,075	84,769	86,042	102,789	116,042	100,224	137,447	86,632	15,726
Ostrovsky Middle School	N/A	90,710	101,081	74,088	87,917	63,553	100,001	74,267	67,533	79,875	10,484
Wood-Ridge High School	N/A	116,832	127,723	105,650	110,643	160,071	152,396	135,918	99,461	137,410	10,178
Other	N/A	1,563									
Grand Total		329,791	343,879	264,507	284,602	326,413	368,439	310,409	304,441	303,917	36,388

**Wood-Ridge Board of Education
Insurance Schedule
June 30, 2012
Unaudited**

Exhibit J-20

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund	School Package Policy	\$38,031,944	\$1,000
	Building and Contents (All Locations)		
	Boiler and Machinery	\$100,000	\$1,000
	General Automobile Liability	\$5,000,000	\$0
	School Board Legal Liability	\$5,000,000	\$5,000
	Employers Liability	\$5,000,000	\$5,000
	Workers' Compensation	Statutory	\$0
Bollinger, Inc.	Student Accident Insurance	\$5,000,000	\$0
Hartford Fire Insurance Company	Surety Bonds		
	Treasurer	N/A	N/A
	Board Secretary/Business Administrator	\$200,000	N/A
	Food Services Director	N/A	N/A

Source: District records

SINGLE AUDIT SECTION

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

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

Honorable President and
Members of the Board of Education
Borough of Wood-Ridge School District
County of Bergen, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Board of Education of the Borough of Wood-Ridge School District in the County of Bergen as of and for the fiscal year ended June 30, 2012 which collectively comprise the basic financial statements of the Board of Education of the Borough of Wood-Ridge School District in the County of Bergen, and have issued our report thereon dated October 11, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

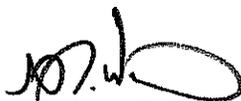
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses.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

Compliance and Other Matters

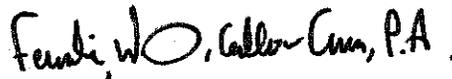
As part of obtaining reasonable assurance about whether the Borough of Wood-Ridge School District Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the 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 Borough of Wood-Ridge School District in a separate report entitled, *Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* dated October 11, 2012.

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



Steven D. Wielkocz, C.P.A.
Licensed Public School Accountant
No. 816



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

October 11, 2012

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REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND N.J. OMB CIRCULAR 04-04

Honorable President and
Members of the Board of Education
Borough of Wood-Ridge School District
County of Bergen, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Borough of Wood-Ridge School District in the County of Bergen 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 could have a direct and material effect on each of its major state and federal programs for the fiscal year ended June 30, 2012. Borough of Wood-Ridge School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Borough of Wood-Ridge School District Board of Education's management. Our responsibility is to express an opinion on the Borough of Wood-Ridge School District Board of Education's compliance based on our audit.

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



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

Internal Control Over Compliance

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

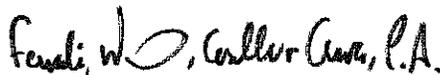
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

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



Steven D. Wielkocz, C.P.A.
Licensed Public School Accountant
No. 816



FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

WOOD-RIDGE
BOARD OF EDUCATION

Schedule of Expenditures of Federal Awards

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 Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Cancelled	Deferred Revenue at June 30, 2012	Accounts Receivable at June 30, 2012	Due to Grantor at June 30, 2012
U.S. Department of Agriculture													
Passed-through State Department of Education:													
Enterprise Fund:													
Food Distribution Program	10.550	N/A	7/1/11-6/30/12	17,615 \$			17,615	17,615					
National School Lunch Program	10.555	N/A	7/1/11-6/30/12	75,185			63,653	75,185				(11,532)	
National School Lunch Program	10.555	N/A	7/1/10-6/30/11	67,984	(10,871)		10,871						
Total U.S. Department of Agriculture					(10,871)		92,119	92,800				(11,532)	
U.S. Department of Education													
General Fund:													
Education Jobs Fund	84.410A	ARRA	8/10/10-9/30/12	36,982			36,982	36,982					
Medical Assistance Program (SEMI)	93.778		7/1/11-6/30/12	4,770			4,770	4,770					
Total U.S. Department of Education							41,752	41,752					
U.S. Department of Housing and Urban Development													
Passed-through Bergen County													
Capital Project Fund:													
Community Development Block Grant	14.218		9/1/96-8/31/97		(6,161)					6,161			
Total U.S. Department of Housing and Urban Development					(6,161)								
U.S. Department of Education													
Passed-through State Department of Education:													
Special Revenue Fund:													
Title I, Part A-Improving Basic Programs	84.010A	NCLB583006	9/1/05-8/31/06	68,382	1,408				1,408				
Title I, Part A-Improving Basic Programs	84.010A	NCLB583007	9/1/06-8/31/07	65,543	6,911				6,911				
Title I, Part A-Improving Basic Programs	84.010A	NCLB583011	9/1/10-8/31/11	72,570	(44,984)	44,984							
Title I, Part A-Improving Basic Programs	84.010A	NCLB583012	9/1/11-8/31/12	67,214		(44,984)						(6,925)	
ARRA - Title I	84.389A	ARRA583010	9/1/09-8/31/10	18,790	(14,131)		14,131	99,738					
Title II, Part A-Teacher/Principal Training and Recruiting	84.367A	NCLB583006	9/1/05-8/31/06	17,237	5,690				5,690				
Title II, Part A-Teacher/Principal Training and Recruiting	84.367A	NCLB583007	9/1/06-8/31/07	16,649	5,049				5,049				
Title II, Part A-Teacher/Principal Training and Recruiting	84.367A	NCLB583011	9/1/10-8/31/11	19,977	(8,628)	8,628							
Title II, Part A-Teacher/Principal Training and Recruiting	84.367A	NCLB583012	9/1/11-8/31/12	18,460		(8,628)	27,417	19,796				(1,007)	

WOOD-RIDGE
BOARD OF EDUCATION

Schedule of Expenditures of Federal Awards

Year ended June 30, 2012

Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2011	Carryover Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Cancelled	Deferred Revenue at June 30, 2012	Accounts Receivable at June 30, 2012	Due to Grantor at June 30, 2012
84.318X	NCLB583004	9/1/03-8/31/04	1,629	18				18				
84.318X	NCLB583006	9/1/05-8/31/06	1,257	395				395				
84.318X	NCLB583011	9/1/10-8/31/11	155									
84.365A	NCLB583006	9/1/05-8/31/06	21,421	1,863				1,863				
84.365A	NCLB583011	9/1/10-8/31/11	11,520	(17,964)	17,964							
84.365A	NCLB583012	9/1/11-8/31/12	2,272		(17,964)	20,236	2,699				(427)	
84.365	NCLB583010	9/1/09-8/31/10	9,268	(6,781)		6,781		1,016				
84.186A	NCLB583006	9/1/05-8/31/06	4,064	1,016				17				
84.298A	NCLB583004	9/1/03-8/31/04	4,853	17				839				
84.298A	NCLB583006	9/1/05-8/31/06	2,735	839								
84.173	IDEA583004	9/1/03-8/31/04	7,890	52				52				
84.173	IDEA583007	9/1/06-8/31/07	11,274	1,769				1,769				
84.173	IDEA583012	9/1/11-8/31/12	11,383			11,383	11,383					
84.392	ARRA583010	9/1/09-8/31/10	9,841	(260)		9,841	9,581					
84.027	IDEA583006	9/1/05-8/31/06	222,918	1,585				1,585				
84.027	IDEA583007	9/1/06-8/31/07	229,315	4,036				4,036				
84.027	IDEA583011	9/1/10-8/31/11	245,955	(30,015)	30,015							
84.027	IDEA583012	9/1/11-8/31/12	233,787		(30,015)	224,498	266,006				(71,523)	
84.391	ARRA583010	9/1/09-8/31/10	272,240	(117,149)		128,176	1,027					
Total U.S. Department of Education				(209,264)		580,260	420,230	30,648			(79,882)	
Total Federal Financial Assistance				\$ (226,286)		714,131	554,782	30,648	6,161		(91,434)	

See accompanying notes to schedules of expenditures of federal and state awards.

Note: This schedule was subject to an audit in accordance with OMB Circular A-133

WOOD-RIDGE
BOARD OF EDUCATION

Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2012

State Grantor/Program Title	Grant or State Project Number	Grant Period	Program or Award Amount	Balance at June 30, 2011			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2012		MEMO	
				Deferred Revenue/ (Accounts Receivable)	Due to Grantor	Accounts Receivable)				Deferred Revenue/Interfund Payable	Budgetary Receivable	Cumulative Total Expenditures	
State Department of Education:													
General Fund:													
Special Education Aid	12-495-034-5120-089	7/1/11-6/30/12	620,693			581,526	620,693		*		39,167	620,693	
Extraordinary Aid	12-100-034-5120-473	7/1/11-6/30/12	140,205			146,231	140,205		*	(140,205)		140,205	
Extraordinary Aid	11-100-034-5120-473	7/1/10-6/30/11	146,231	(146,231)		449,191	472,799		*	(23,608)		146,231	
TPAF - Social Security	12-495-034-5095-002	7/1/11-6/30/12	472,799			24,019	472,799		*			472,799	
TPAF - Social Security	11-495-034-5095-002	7/1/10-6/30/11	476,319	(24,019)		194,067	194,067		*			476,319	
On Behalf TPAF Pension Contribution - Past Retirement Medical	12-495-034-5095-006	7/1/11-6/30/12	194,067			431,989	431,989		*			194,067	
On Behalf TPAF Pension Contribution - Non-contributory Insurance	12-495-034-5095-001	7/1/11-6/30/12	431,989			20,826	20,826		*			431,989	
On Behalf TPAF Contributions - Total General Fund	12-495-034-5095-007	7/1/11-6/30/12	20,826	(170,250)		1,847,849	1,880,579		*	(163,813)		20,826	
Enterprise Fund:													
National School Lunch Program (State Share)	12-100-010-3350-023	7/1/11-6/30/12	3,629	(593)		3,104	3,629		*	(525)		3,593	
National School Lunch Program (State Share)	11-100-010-3350-023	7/1/10-6/30/11	3,593	(593)		3,697	3,629		*	(525)		4,312	
Total State Financial Assistance				(170,843)		1,851,546	1,884,208		*	(164,338)		39,167	2,573,563
Local Private and Not for Profit:													
Special Revenue Fund:													
Environmental Awareness Grant	N/A	7/1/08-6/30/09	1,000	73					*			927	
Doyle School Microphone System	N/A	7/1/08-6/30/09	250	10					*			240	
Exxon Grant	N/A	7/1/08-6/30/09	500	500					*			500	
MSG Varsity Grant	N/A	7/1/11-6/30/12	3,700	311		3,700	1,500		*			2,200	
Target	N/A	7/1/09-6/30/11	443	311		260	311		*			260	
I Tunes Gift Cards	N/A	7/1/11-6/30/12	560	750		560	560		*			750	
Exxon Grant	N/A	7/1/09-6/30/10	750	750					*			750	
Exxon Grant	N/A	7/1/10-6/30/11	750	750					*			750	
Model Congress	N/A	7/1/10-6/30/11	3,826	106					*			106	
Doyle Library Donation	N/A	7/1/10-6/30/11	500	205		4,520	205		*			500	
Total Local Financial Assistance				2,705		1,856,066	1,886,784		*	(164,338)		4,649	8,590
Total State and Local Financial Assistance				(168,138)		1,856,066	1,886,784		*	(164,338)		39,167	2,582,153

See accompanying notes to schedules of expenditures of federal and state awards.

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all federal and state award programs of the Board of Education, Borough of Wood-Ridge 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 and state awards passed through other government agencies is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 2(C) and 2(D) to the Board's basic financial statements. The information in these schedules 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 in 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 the 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:22-44.2.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS, (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(39,167) for the general fund and \$-0- for the special revenue fund. See Notes to Required Supplemental Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>Total</u>
General Fund	\$41,752	\$1,841,412		\$1,883,164
Special Revenue Fund	420,230		2,576	422,806
Food Service Fund	<u>92,800</u>	<u>3,629</u>		<u>96,429</u>
Total Awards and Financial	<u>\$554,782</u>	<u>\$1,845,041</u>	<u>\$2,576</u>	<u>\$2,402,399</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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. The amount reported as 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.

**BOROUGH OF WOOD-RIDGE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- 1. Material weakness(es) identified? yes X no
- 2. Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

Noncompliance material to basic financial statements noted? yes X no

Federal Awards

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

Auditee qualified as low-risk auditee? X yes no

Internal Control over major programs:

- 1. Material weakness(es) identified? yes X no
- 2. Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>I.D.E.A. Part B, Basic Regular</u>
<u>84.010A</u>	<u>Title I, Part A - Improving Basic Programs</u>

**BOROUGH OF WOOD-RIDGE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Section II - Financial Statement Findings

None

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

No matters were reported.

**BOROUGH OF WOOD-RIDGE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Status of Prior Year Findings

There were no prior year audit findings.