

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012



Wyckoff, New Jersey

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

of the

Wyckoff Township Public Schools

Wyckoff, New Jersey

For The Fiscal Year Ended June 30, 2012

Prepared by

The Business Office

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INTRODUCTORY SECTION

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

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Richard D. Kuder
Superintendent of Schools

Alan C. Reiffe, CPA
Business Administrator/
Board Secretary

September 27, 2012

Honorable President and
Members of the School District
Wyckoff Township Public School District
Wyckoff, New Jersey 07481

Dear Board Members:

The comprehensive annual financial report of the Wyckoff Township Public Schools (the "Board" or the "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 Wyckoff Township Public Schools. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditor's Report, Management's Discussion and Analysis and basic financial statements including the district-wide financial statements presented in accordance with the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". The basic financial statements also include individual fund financial statements, Notes to the Basic Financial Statements and Required Supplementary Information (RSI). The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Nonprofit Organizations", and the New Jersey OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". 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.

REPORTING ENTITY AND ITS SERVICES: Wyckoff Township Public Schools is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 13. All funds of the District are included in this report. The Wyckoff Township

Public Schools and all its schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels K through 8. These include regular, as well as special education for handicapped youngsters. The District completed the 2011/2012 fiscal year with an enrollment of 2,279 students, which reflects a decrease of 3.3% over the previous year's enrollment.

The following details the changes in the average daily enrollment of the District, net of special education out of district placements, over the last ten years:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2011-2012	2,255	(.04)%
2010-2011	2,326	(1.48)
2009-2010	2,361	(1.25)
2008-2009	2,391	1.27
2007-2008	2,361	0.13
2006-2007	2,358	0.64
2005-2006	2,343	(2.66)
2004-2005	2,407	3.62
2003-2004	2,323	(1.27)
2002-2003	2,353	2.61

ECONOMIC CONDITION AND OUTLOOK: The District ended the year in a strong economic position. On a budgetary basis, and prior to transfers to its Reserve Accounts, the District added an additional \$1.7 million to the General Fund fund balance. This enabled the District to end the year with a total General Fund fund balance of almost \$4.9 million, an amount that represents 14.9% of the General Fund's current year's expenditures, net of the State's on-behalf TPAF and Social Security payments. As a result of this large surplus the District was able to add \$915,098 to its Capital Reserve Account and \$800,000 to a Reserve for Excess Surplus to be utilized in its 2013-2014 budget as an appropriated fund balance funding source. These amounts are in addition to the \$1,128,277 that has already been designated as a fund balance funding source for the 2012 – 2013 school year.

The District's primary funding source is property tax revenue. The amount to be raised in taxes is determined by the School Board, through the District's normal budgeting process, and voted upon by the Township's electorate. This process has always left the passage of adequate funding for the budget in doubt. On January 17, 2012, Governor Chris Christie signed into law A-4394/S-3148 (P.L. 2011, c.202), which gives local Boards of Education the option of changing the election date of school board members from April to November. As an incentive for Boards of Education to approve this money-saving idea, Districts do not have to put their budgets up for a vote by the electorate as long as it does not exceed the State mandated 2% Cap on property tax increases. The Wyckoff Board of Education adopted this change on February 3, 2012, and as a result, the District's 2012-2013 budget was adopted without voter approval.

In addition, the Board just completed the first of a three (3) year contract with its largest union, the Wyckoff Education Association, which stipulates a 2.0 percent salary increase for the 2012-13 and 2013-14 school years. This settlement, together with the district's strong fund balance position and the ability to guarantee the adoption of prudent budgets, will enable the District to continue to provide its students with a high quality educational program while still remaining within the limits of a 2% tax levy cap that has been imposed by the State.

MAJOR INITIATIVES: The district continues to review and improve its curricular objectives. In the area of Language Arts, the K-8 program was revised as curricula was aligned with the Common Core standards and designed to reflect best practices. Units of study in writing were revised and updated. Professional development for teachers of Language Arts was intensified to address the needs of staff.

The mathematics program of studies at the primary and middle school levels was modified. Mathematics content was aligned with the Common Core standards in K-2. Mathematics, grade-level curricula incorporates technology infusion and differentiated, tiered instruction. Content and concepts build upon one another through horizontal and vertical articulation. The focus on arithmetic skills is complemented by problem solving skills and flexible perspectives on numeracy.

Other core subject areas receiving enhancements include Science (K-8) and Social Studies (6-8). The former has been augmented through the use of Common Core State Standard resources and the articulation and delineation of The New Jersey Core Curriculum Content Standards. The use of expository text has strengthened pedagogy encompassing the use of authentic literature, primary sources and research projects to support integrated instruction and learning. The use of expository writing has increased to align with the standards.

English as a Second Language (ESL) and the Wyckoff Extended Learning (WEL) programs have received revision. The ESL program has been amended to reflect a thematic approach to learning in varies grade levels. Instruction corresponds with, but does not replicate classroom instruction. Pupils study and supply relevant vocabulary and are used to increase cultural awareness and word learning.

The WEL program allows academically gifted and talented students to recognize their strengths and needs as learners. Independent and group work facilitates research, goal setting, self-actualization and community outreach. Enhancements in this fourth through eighth grade program afford students with the opportunity to research, design, and implement projects that capture their imagination and lead to lifelong learning.

Exploratory cycle classes have been developed at the middle school level, including Science, Technology, Engineering and Mathematics (STEM), Financial Literacy, Humanities and Study Skills for the 21st Century Learner. Each class focuses on content as a means of delivering divergent strategies for global learning and dynamic, authentic uses of technology.

In addition, extensive time and effort was given to the Board Goals of expanding the Kindergarten program and creating a Strategic Plan for the district. These efforts resulted in the implementation of a new Kindergarten program for the 2012-13 school year that more than doubles the instructional time available to our youngest learners. Time was also planned for greater infusion of “play” into the kindergarten curriculum. Strategic Planning efforts began over the past school year resulting in a strategic outline of an education vision for the district. Meetings with district stakeholders were also held to receive feedback and ideas and suggestions were incorporated into the plan. Year two activities will develop new mission, vision and belief statements.

Lastly, the district continued its implementation of additional technology resources for teachers and students. One hundred and fifty iPads were purchased for use in our five schools. The infrastructure of the district was upgraded with 100 megabyte switches and faster, larger servers, commercial wireless was installed in Eisenhower Middle School and the district upgraded its fiber optic network to 150 megabyte in an effort to provide the teachers and students with reliable, fast access to the internet.

Curricula updates, effective Board goals and technology enhancements demonstrate the Wyckoff Public Schools commitment to student academics, teacher development and a continued focus on improvement.

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 statement in conformity with accounting principles generally accepted in the United States of America (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

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, Special Revenue, and the Debt Service Funds. Project-length budgets are approved for the capital improvements and are accounted for in the Capital Projects Fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

DEBT ADMINISTRATION: The voters approved a bond referendum on September 28, 2004. Serial bonds were issued during the 2004-05 school year totaling \$27,332,000 to partially fund said referendum. These bonds were partially refunded in 2012. In addition, during the 2010-11 school year the district issued School Energy Saving Obligation Bonds totaling \$3,535,000. As of June 30, 2012, \$26,064,751 of bonds remain outstanding.

OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci, & Higgins, LLP, CPAs, was selected by the School District. In addition to meeting the requirements set forth in state statutes the audit also was designed to meet the requirements of the Single Audit Act and the related OMB Circular A-133 and New Jersey OMB Circular 04-04. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

AWARDS: The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2011. This was the ninth consecutive year that the District applied for and received the award. This Certificate of Excellence is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Excellence, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certification of Excellence is valid for a period of one year only. We believe our current report continues to conform to the Certificates of Excellent program requirements, and we are submitting it to ASBO International to determine its eligibility for another certificate.

On October 1, 2003 we received notification that Wyckoff's Eisenhower Middle School had been named a 2003 "No Child Left Behind", Blue Ribbon School.

This Program honors public and private K through 12 schools that are either academically superior or demonstrate dramatic gains in student achievement. In addition to acknowledgement of Eisenhower's quality and variety of educational programs, its selection was based upon the criteria placing the school in the top 10% of the schools in the nation in reading and mathematics.

Eisenhower Middle School is only one of four public schools in New Jersey and 231 in the country recognized as a Blue Ribbon School. In addition to demonstrating academic excellence (test scores placed Eisenhower among the state's top 10% for the past 5 years), the schools curricular programs in world languages, technology and the arts, as well as community service and professional development, received particular notice and recognition by the Blue Ribbon Panel.

In 2008 Eisenhower Middle School was named a Benchmark School by The Business Coalition for Educational Excellence at the NJ Chamber of Commerce. Benchmark Schools are schools designated by the BCEE for attaining high rates of student achievement on the state's HSPA (High School Proficiency Assessment), or NJ ASK (Assessment of Skills and Knowledge). Eisenhower Middle School was one of 73 schools statewide and one of 19 middle schools so recognized.

In 2009 Eisenhower Middle School was named State Department of Education "Lab School" for the development of Professional Learning Communities in the school.

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

Respectfully submitted,

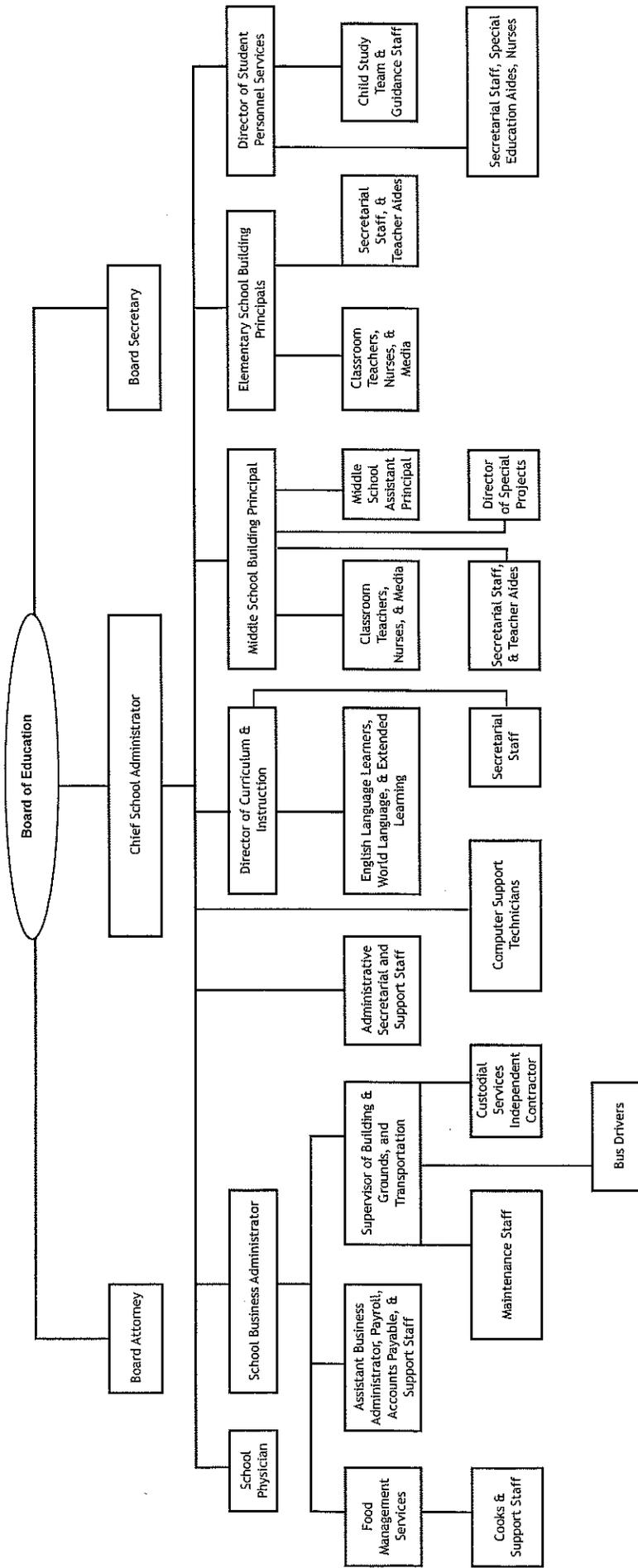


Richard Kuder
Superintendent of Schools



Alan C. Reiffe, CPA
Board Secretary/School Business Administrator

Wyckoff Board of Education Table of Organization



**WYCKOFF TOWNSHIP PUBLIC SCHOOL DISTRICT
WYCKOFF, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2012**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Anthony R. Francin, President	January 2015
Dr. Jill Mortimer, Vice President	January 2014
Elizabeth Degregorio	January 2013
Christopher Della Pietra	January 2014
Raymond J. Hovey	January 2013
Lisa Martone	January 2015
Catherine Runge	January 2014

Other Officials

Richard Kuder	Superintendent of Schools
Alan C. Reiffe	Board Secretary / School Business Administrator
Mark Sullivan, Esq.	Solicitor

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
WYCKOFF, NEW JERSEY**

Consultants and Advisors

Architect

DiCara & Rubino
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Audit Firm

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17-17 Route 208
Fair Lawn, New Jersey 07410

Attorney

Mark Sullivan, Esq.
Sullivan and Sullivan
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Ramsey, New Jersey 07446

Official Depositories

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1100 Lake Street
Ramsey, NJ 07446

New Jersey Asset & Rebate Management Program
821 Alexander Road
Princeton, NJ 08540

Association of School Business Officials International

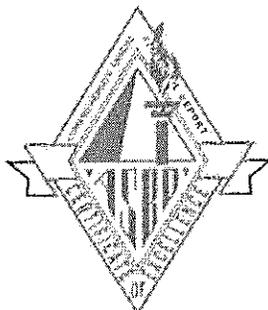


*The Certificate of Excellence in Financial Reporting Award
is presented to*

Wyckoff Township Public Schools

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2011*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



Handwritten signature of Brian L. Mee.

Brian L. Mee, SFO, RSBA
President

Handwritten signature of John D. Musso.

John D. Musso, CAE, RSBA
Executive Director

FINANCIAL SECTION

LERCH, VINCI & HIGGINS, LLP

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REGISTERED MUNICIPAL ACCOUNTANTS

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JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
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ANDREW PARENTE, CPA, RMA, PSA
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DEBORAH K. LERCH, CPA, PSA
DEBRA GOLLE, CPA
CINDY JANACEK, CPA, RMA
RALPH M. PICONE, CPA, RMA, PSA
EDWARD N. KERE, CPA

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wyckoff Township Public Schools
Wyckoff, New Jersey

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

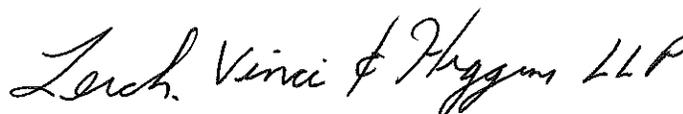
We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by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

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

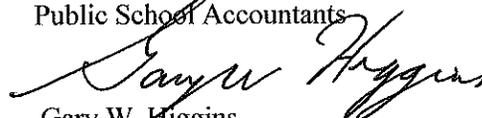
In accordance with Government Auditing Standards, we have also issued our report dated September 27, 2012 on our consideration of the Wyckoff Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Wyckoff Board of Education's basic financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, financial schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and New Jersey OMB's Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid", and are also not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section, financial schedules and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants



Gary W. Higgins
Public School Accountant
PSA Number CS00814

Fair Lawn, New Jersey
September 27, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2012

The discussion and analysis of the Wyckoff Township Public Schools' (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, Notes to the Basic Financial Statements as well as the financial statements themselves to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required and Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments".

Financial Highlights

- The assets of the Wyckoff Township Public Schools exceeded its liabilities at the close of the most recent fiscal year by \$20,251,638 (net assets). Of this amount, \$1,364,592 was unrestricted and may be used to meet the ongoing obligations of its citizens and creditors.
- The District's total net assets increased \$840,170. The increase is attributable to current year capital outlay additions exceeding depreciation and debt payments and an increase in restricted and unrestricted net assets.
- General revenues accounted for \$33,690,102 in revenue or 87 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions and capital grants accounted for \$5,198,478 or 13 percent of total revenues of \$38,888,580.
- The District had \$37,522,151 in expenses related to governmental activities; only \$4,669,365 were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$33,657,301 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$35,566,547 in revenues and \$35,309,908 in expenditures. The General Fund's fund balance increased \$842,564 from the June 30, 2011 fund balance. The Capital Projects Fund had \$109,234 of capital grants. Total expenditures for the Capital Projects Fund were \$813,076 resulting in the Fund's fund balance decreasing \$722,073 from the June 30, 2011 fund balance.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Overview of the Financial Statements

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

The discussion and analysis are intended to serve as an introduction to the Wyckoff Township Public Schools District's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

Government-Wide Financial Statements

One of the most important questions asked about the District is "How did we do financially during the fiscal year ended June 30, 2012?" The *Statement of Net Assets* and the *Statement of Activities*, which appear first in the District's financial statements, report information on the District as a whole and its activities in such a way as to answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- Governmental Activities – most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Government-Wide Financial Statements (Continued)

- Business-Type Activities – These services are provided on a charge for goods or services basis to recover the cost of the goods and services provided. The District's food service, summer enrichment and pay to participate programs are each reported as a business-type activity.

Fund Financial Statements

Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund. These funds are more fully explained in the *Notes to the Basic Financial Statements*.

Government Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in statements for the District as a whole.

Notes to the Basic Financial Statements

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process. The District adopts an annual expenditure budget for the General, Special Revenue and Debt Service Funds. A budgetary comparison statement has been provided for each of these funds as required supplementary information. The required supplementary information can be found following the Notes to the Basic Financial Statements.

Combining statements and schedules are presented immediately following the major budgetary comparisons if required.

Government-Wide Financial Analysis

The *Statement of Net Assets* provides the perspectives of the District as a whole, showing assets, liabilities and the difference between them (net assets). Net assets may serve over time as a useful indicator of a government's financial position. In the case of the Wyckoff Township Public Schools' assets exceeded liabilities by \$20,251,638 and \$19,411,468 at June 30, 2012 and 2011, respectively.

By far the largest portion of the District's net assets reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Government-Wide Financial Analysis (Continued)

Table 1 provides a summary of the District's net assets as of June 30, 2012 and 2011.

Table 1
Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Assets						
Current and Other Assets	\$ 5,723,571	\$ 5,673,501	\$ 280,064	\$ 236,187	\$ 6,003,635	\$ 5,909,688
Capital Assets						
Net of Accumulated Depreciation	<u>42,540,769</u>	<u>42,640,205</u>	<u>66,605</u>	<u>44,871</u>	<u>42,607,374</u>	<u>42,685,076</u>
Total Assets	<u>48,264,340</u>	<u>48,313,706</u>	<u>346,669</u>	<u>281,058</u>	<u>48,611,009</u>	<u>48,594,764</u>
Liabilities						
Long-term Liabilities	27,615,134	28,090,625			27,615,134	28,090,625
Other Liabilities	<u>673,557</u>	<u>1,051,947</u>	<u>70,680</u>	<u>40,724</u>	<u>744,237</u>	<u>1,092,671</u>
Total Liabilities	<u>28,288,691</u>	<u>29,142,572</u>	<u>70,680</u>	<u>40,724</u>	<u>28,359,371</u>	<u>29,183,296</u>
Net Assets						
Invested in Capital Assets						
Net of Debt	17,018,359	16,790,117	66,605	44,871	17,084,964	16,834,988
Restricted	1,802,082	1,063,083			1,802,082	1,063,083
Unrestricted	<u>1,155,208</u>	<u>1,317,934</u>	<u>209,384</u>	<u>195,463</u>	<u>1,364,592</u>	<u>1,513,397</u>
Total Net Assets	<u>\$ 19,975,649</u>	<u>\$ 19,171,134</u>	<u>\$ 275,989</u>	<u>\$ 240,334</u>	<u>\$ 20,251,638</u>	<u>\$ 19,411,468</u>

The District's combined net assets increased \$840,170 during the year ended June 30, 2012. This was an increase of 4.3 percent from the prior year.

Governmental Activities

- Invested in capital assets net of debt increased \$228,242 as a result of expenditures pertaining to the various school projects which were capitalized as construction in progress, exceeding current year depreciation.
- Restricted net assets increased \$738,999 as a result of Board approved transfers exceeding withdrawals for capital asset additions.
- Unrestricted net assets decreased \$162,726 due to the net results of current year operations.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Business-Type Activities

- Invested in capital assets net of debt increased \$21,734 as a result of current acquisitions exceeding depreciation.
- Unrestricted net assets increased \$13,921 as a result of current year revenues exceeding expenses.

Table 2 shows changes in net assets for fiscal years ended June 30, 2012 and 2011.

Table 2
Net Assets

	Governmental Activities		Business-Type Activities		Total	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Revenues						
Program Revenues:						
Charge for Services	\$ 117,912	\$ 150,871	\$ 490,513	\$ 471,452	\$ 608,425	\$ 622,323
Grants and Contributions	4,551,453	3,745,426	38,600	38,324	4,590,053	3,783,750
General Revenues:						
Property Taxes	33,612,996	33,141,696			33,612,996	33,141,696
Other	76,405	763,649	701	319	77,106	763,968
Total Revenues	<u>38,358,766</u>	<u>37,801,642</u>	<u>529,814</u>	<u>510,095</u>	<u>38,888,580</u>	<u>38,311,737</u>
Program Expenses						
Instruction	22,561,620	21,061,925			22,561,620	21,061,925
Support Services:						
Student and Instruction Related Services	5,662,930	5,545,911			5,662,930	5,545,911
General Administration, School Administration, Business/Central, Operations and Maintenance of Facilities	7,836,877	7,610,885			7,836,877	7,610,885
Pupil Transportation	571,434	638,874			571,434	638,874
Interest and Other Charges on Debt	889,290	1,187,399			889,290	1,187,399
Food Service, Summer Enrichment and Pay to Participate	-	-	526,259	500,092	526,259	500,092
Total Expenses	<u>37,522,151</u>	<u>36,044,994</u>	<u>526,259</u>	<u>500,092</u>	<u>38,048,410</u>	<u>36,545,086</u>
Change in Net Assets Before Transfers	836,615	1,756,648	3,555	10,003	840,170	1,766,651
Transfers	<u>(32,100)</u>	<u>(31,463)</u>	<u>32,100</u>	<u>31,463</u>	<u>-</u>	<u>-</u>
Change in Net Assets	804,515	1,725,185	35,655	41,466	840,170	1,766,651
Net Assets, Beginning of Year	<u>19,171,134</u>	<u>17,445,949</u>	<u>240,334</u>	<u>198,868</u>	<u>19,411,468</u>	<u>17,644,817</u>
Net Assets, End of Year	<u>\$ 19,975,649</u>	<u>\$ 19,171,134</u>	<u>\$ 275,989</u>	<u>\$ 240,334</u>	<u>\$ 20,251,638</u>	<u>\$ 19,411,468</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2012

Governmental Activities

The practice of funding public schools primarily through property taxes in New Jersey creates the legal requirement to annually seek voter approval for the District operations. The District's total revenues were \$38,358,766 and \$37,801,462 for the years ended June 30, 2012 and 2011, respectively. Property taxes made up 88 percent of revenues for governmental activities for the District for fiscal years 2012 and 2011. Federal, State and local grants made up 12 and 10 percent of revenues for governmental activities for the Wyckoff Township Public Schools for the years ended June 30, 2012 and 2011, respectively. The majority of the increase in revenue from 2011 to 2012 is attributable to an increase in property taxes levied upon the Township's taxpayers.

The total cost of all programs and services was \$37,522,151 and \$36,044,994 for the years ended June 30, 2012 and 2011, respectively. Instruction comprises 60 and 58 percent of governmental activities program expenses for the years ended June 30, 2012 and 2011, respectively. Support services expenses make up 38 percent of governmental activities expenses for the years ended June 30, 2012 and 2011. The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services for the fiscal years ended June 30, 2012 and 2011. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Instruction	\$ 22,561,620	\$ 21,061,925	\$ 18,655,288	\$ 18,040,909
Support Services:				
Student and Instructional Related Services	5,662,930	5,545,911	5,316,701	4,975,029
General Administration, School Admin., Business/ Central, Operation and Maintenance of Facilities	7,836,877	7,610,885	7,430,884	7,340,198
Pupil Transportation	571,434	638,874	560,623	605,162
Interest on Debt	889,290	1,187,399	889,290	1,187,399
Total Expenses	<u>\$ 37,522,151</u>	<u>\$ 36,044,994</u>	<u>\$ 32,852,786</u>	<u>\$ 32,148,697</u>

Business-Type Activities

The District's business-type activities includes the food service operation, summer enrichment program and the pay to participate program. The programs had revenues of \$529,814 and \$510,095 and expenses of \$526,259 and \$500,092 in years 2012 and 2011, respectively. Of the revenues, \$490,513 and \$471,452 was charges for services paid by patrons and \$38,600 and \$38,324 was from State and Federal reimbursements for the years 2012 and 2011, respectively.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$38,361,845 and \$37,814,810 for the years ended June 30, 2012 and 2011, respectively.

Total expenditures amounted to \$38,712,947 and \$38,969,142 for the years ended June 30, 2012 and 2011, respectively.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a comparison of the revenues of the governmental funds for the fiscal years ending June 30, 2012 and 2011.

<u>Revenue</u>	<u>Amount</u>		<u>Increase/(Decrease)</u>	
	<u>2012</u>	<u>2011</u>	<u>Amount</u>	<u>Percent</u>
Local Sources	\$ 33,830,406	\$ 34,183,659	\$ (353,253)	-1.03%
State Sources	3,909,018	2,751,721	1,157,297	42.06%
Federal Sources	<u>622,421</u>	<u>879,430</u>	<u>(257,009)</u>	-29.22%
Total	<u>\$ 38,361,845</u>	<u>\$ 37,814,810</u>	<u>\$ 547,035</u>	

The decrease in local sources of \$353,253 is the net result of a \$471,300 increase in the overall property tax levy, a decrease of \$33,210 in interest income, and a \$791,343 decrease in miscellaneous revenues primarily the result of cancelled accounts payable of \$647,348 in the Capital Projects Fund.

The increase in State sources of \$1,157,297 is the result of additional state aid over the prior year.

The decrease in Federal sources of \$257,009 is the result of a reduction of grant funds.

The following schedule represents a comparison of the governmental funds expenditures, excluding transactions relating to the 2012 refunding of bonds, for the fiscal years ending June 30, 2012 and 2011.

<u>Expenditures</u>	<u>Amount</u>		<u>Increase/(Decrease)</u>	
	<u>2012</u>	<u>2011</u>	<u>Amount</u>	<u>Percent</u>
Current Expense:				
Instruction	\$ 21,736,485	\$ 20,233,249	\$ 1,503,236	7.43%
Support Services	13,310,754	13,090,831	219,923	1.68%
Capital Outlay	1,456,722	3,542,087	(2,085,365)	-58.87%
Debt Service:				
Principal	1,200,500	875,043	325,457	37.19%
Interest and Other Charges	<u>1,008,486</u>	<u>1,227,932</u>	<u>(219,446)</u>	-17.87%
Total	<u>\$ 38,712,947</u>	<u>\$ 38,969,142</u>	<u>\$ (256,195)</u>	

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

The School District's Funds (Continued)

The increase in instruction expenditures of \$1,503,236 is primarily the result of computers acquired under capital leases in the amount of \$618,025 and other contractual increases.

The decrease in capital outlay expenditures of \$2,085,365 is primarily the result of the completion of construction services relating to a school energy savings project in the Capital Projects Fund.

General Fund Budgeting Highlights

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

During the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to prevent over-expenditures in specific line item accounts.

The following schedule represents a comparison of the original and final modified budget amounts.

<u>Expenditures</u>	<u>Original Budget</u>	Final	<u>Increase/(Decrease)</u>	
		<u>Modified Budget</u>	<u>Amount</u>	<u>Percent</u>
Current Expense:				
Instruction	\$ 14,991,671	\$ 14,953,248	\$ (38,423)	-0.26%
Undistributed	17,921,178	18,338,298	417,120	2.33%
Capital Outlay	<u>470,977</u>	<u>913,000</u>	<u>442,023</u>	93.85%
 Total	 \$ 33,383,826	 \$ 34,204,546	 \$ 820,720	

The increase in the final modified budget of \$820,720 is attributable to the reappropriation of prior year encumbrances of \$770,512, the increase in federal aid of \$1,508 and transfer of capital reserve funds to capital outlay of \$48,700.

The following schedule represents a comparison of the final modified budget and actual budget results:

<u>Expenditures</u>	Final	Actual Budget	<u>Increase/(Decrease)</u>	
	<u>Modified Budget</u>	<u>Results</u>	<u>Amount</u>	<u>Percent</u>
Current Expense:				
Instruction	\$ 14,953,248	\$ 15,339,094	\$ 385,846	2.52%
Undistributed	18,338,298	19,280,691	942,393	4.89%
Capital Outlay	<u>913,000</u>	<u>690,123</u>	<u>(222,877)</u>	-32.30%
 Total	 \$ 34,204,546	 \$ 35,309,908	 \$ 1,105,362	

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

General Fund Budgeting Highlights (Continued)

The total final modified budget of \$34,204,546 is less than the total actual budget results of \$35,309,908 by \$1,105,362 and is primarily attributable to the following:

- The On Behalf TPAF Pension-Post Retirement Medical Contribution is a statutory, non-budgeted line item resulting in an increase to the actual budget results of \$2,774,190.
- The lease-purchase of Apple computers, reported as Supplies Acquired Under Capital Lease under the category of Regular Programs – Undistributed Instruction, is a non-budgeted line item resulting in an increase to the actual budget results of \$618,025.
- A decrease in the total amount spent on salaries, primarily the result of instructional salary savings of \$150,278 due to unanticipated teacher leaves of absence and the retirement of seasoned staff, and salary savings of \$43,633 from reduced maintenance overtime as a result of a mild winter, resulted in a decrease of \$206,838 to the actual budget results.
- A decrease in the total amount spent on classroom supply and textbook costs, primarily the result of savings obtained through consortium purchase agreements and favorable contracts obtained from textbook publishers, resulted in a decrease of \$54,940 to the actual budget results.
- A decrease in the total amount spent on special education costs, primarily the result of a decrease in the number of special needs students sent to out-of-district educational facilities (\$201,860), and a reduction in purchased professional education services (\$47,015), resulted in a decrease of \$260,246 to the actual budget results.
- A decrease in the total amount spent on general administration costs, primarily the result of a decrease in legal costs due to a reduction in special education litigation matters (\$114,739), resulted in a decrease of \$178,738 to the actual budget results.
- A decrease in the total amount spent on operation and maintenance of plant services costs, primarily the result of the following: a reduction in purchased repair and maintenance services due to a greater utilization of in-house maintenance staff performing routine and complex repairs (\$292,598); energy savings as a result of a mild winter (\$261,137); liability insurance savings as a result brought about by the district changing its joint insurance pool group (\$36,479); and better cost controls over supply purchases (\$94,713), resulted in a decrease of \$685,237 to the actual budget results.
- A decrease in the total amount spent on student transportation services, primarily the result of a reduction in out-of-district bussing for special needs students (\$112,555), and a reduction in the number of transported non-public school students (\$30,987), resulted in a decrease of \$152,953 to the actual budget results.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

General Fund Budgeting Highlights (Continued)

- A decrease in the total amount spent on employee benefits, primarily the result of the following: savings achieved through favorably negotiated health, prescription, and dental premiums (\$159,552); savings in workers compensation costs brought about by the district changing its joint insurance pool group (\$90,052); reduction in the forecasted percentage factor used in calculating the pension contribution for non-certified staff members (\$44,808); and savings realized from over-budgeted accumulated sick-leave payouts (\$54,596), resulted in a decrease of \$378,016 to the actual budget results.
- A decrease in the total amount spent on Capital Outlay, primarily the result of favorable negotiated pricing and bid results on various equipment purchases and facilities projects, resulted in a decrease of \$222,877 to the actual budget results, .
- Overall expenditure savings of \$147,008 primarily the result of prudent spending.

The following schedule represents a comparison of the original budget and actual budget results:

<u>Expenditures</u>	<u>Original</u>	<u>Actual Budget</u>	<u>Increase/(Decrease)</u>	
	<u>Budget</u>	<u>Results</u>	<u>Amount</u>	<u>Percent</u>
Current Expense:				
Instruction	\$ 14,991,671	\$ 15,339,094	\$ 347,423	2.26%
Undistributed	17,921,178	19,280,691	1,359,513	7.05%
Capital Outlay	<u>470,977</u>	<u>690,123</u>	<u>219,146</u>	31.75%
 Total	 <u>\$ 33,383,826</u>	 <u>\$ 35,309,908</u>	 <u>\$ 1,926,082</u>	

The increase of \$1,926,082 between the actual budget results and the original budget is derived from the combination of \$820,720 and \$1,105,362 from the above two tables

Capital Assets

The District's investment in capital assets for its governmental and business-type activities as of June 30, 2012 amounts to \$42,607,374 (net of accumulated depreciation). The decrease in Capital Assets (net of accumulated depreciation) of \$77,702, over the two year period ending June 30, 2012, was mainly the result of a decrease in capital projects expenditures relating to the school energy project. The capital assets consist of land, buildings and building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for fiscal year 2011-12 amounted to \$1,553,079 for governmental activities and \$6,414 for business-type activities. Additional information on capital assets may be found in Note 4C to the basic financial statements.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Table 4
Capital Assets at June 30, 2012 and 2011
(Net of Accumulated Depreciation)

	<u>Governmental</u>		<u>Business Type</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Land	\$ 323,568	\$ 323,568			\$ 323,568	\$ 323,568
Construction in Progress	1,245,577	70,567	\$ 23,001		1,268,578	70,567
Buildings and Building Improvements	50,518,346	50,518,346			50,518,346	50,518,346
Machinery and Equipment	<u>2,757,345</u>	<u>2,484,868</u>	<u>76,506</u>	<u>\$ 71,359</u>	<u>2,833,851</u>	<u>2,556,227</u>
Subtotal	54,844,836	53,397,349	99,507	71,359	54,944,343	53,468,708
Less: Accumulated Depreciation	<u>(12,304,067)</u>	<u>(10,757,144)</u>	<u>(32,902)</u>	<u>(26,488)</u>	<u>(12,336,969)</u>	<u>(10,783,632)</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>\$ 42,540,769</u>	<u>\$ 42,640,205</u>	<u>\$ 66,605</u>	<u>\$ 44,871</u>	<u>\$ 42,607,374</u>	<u>\$ 42,685,076</u>

Long-Term Liabilities

At June 30, 2012 the District had \$27,663,870 of long-term liabilities comprised of capital leases payable, compensated absences, and bonds payable for school construction in the amounts of \$443,311, \$1,155,808, and \$26,064,751, respectively. At June 30, 2011 the District had \$27,896,476 of long-term liabilities comprised of compensated absences, and bonds payable for school construction in the amounts of \$1,145,939 and \$26,700,537, respectively.

The District does not anticipate any new capital projects other than the completion of the energy savings project which is being funded by an offset of energy cost savings. Additional information on long-term liabilities may be found in Note 4F to the basic financial statements.

For the Future

The Wyckoff School district is in good financial condition presently. The District is proud of its community support of the public Schools. A major concern of the District is its increasing reliance on property taxes.

In conclusion, the District has committed itself to continue its system of financial planning, budgeting and internal financial controls to meet the challenges of the future.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012

Contacting the District's Financial Management

This financial report is designed to provide the citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Alan C. Reiffe, Business Administrator/Board Secretary at Wyckoff Township Public Schools, 241 Morse Avenue, Wyckoff, NJ 07481.

BASIC FINANCIAL STATEMENTS

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
STATEMENT OF NET ASSETS
AS OF JUNE 30, 2012

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 4,993,680	\$ 271,640	\$ 5,265,320
Receivables, net			
Receivables from Other Governments	548,620	5,874	554,494
Other	5,599		5,599
Due from Other Funds	792		792
Inventory		2,550	2,550
Deferred Charges	174,880		174,880
Capital Assets, net			
Not Being Depreciated	1,569,145	23,001	1,592,146
Being Depreciated	<u>40,971,624</u>	<u>43,604</u>	<u>41,015,228</u>
Total Assets	<u>48,264,340</u>	<u>346,669</u>	<u>48,611,009</u>
LIABILITIES			
Accounts Payable and Other Current Liabilities	323,099	51,857	374,956
Payable to State Government	34,183		34,183
Accrued Interest Payable	303,865		303,865
Unearned Revenue	12,410	18,823	31,233
Noncurrent Liabilities			
Due Within One Year	1,246,147		1,246,147
Due Beyond One Year	<u>26,368,987</u>	<u>-</u>	<u>26,368,987</u>
Total Liabilities	<u>28,288,691</u>	<u>70,680</u>	<u>28,359,371</u>
NET ASSETS			
Invested in Capital Assets, net of related debt	17,018,359	66,605	17,084,964
Restricted for:			
Capital Projects	1,687,198		1,687,198
Debt Service	114,884		114,884
Unrestricted	<u>1,155,208</u>	<u>209,384</u>	<u>1,364,592</u>
Total Net Assets	<u>\$ 19,975,649</u>	<u>\$ 275,989</u>	<u>\$ 20,251,638</u>

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction:							
Regular	\$ 16,760,683	\$ 117,912	\$ 2,054,177		\$ (14,706,506)		\$ (14,706,506)
Special Education	4,856,816		1,609,068		(3,129,836)		(3,129,836)
Other Instruction	846,425		113,033		(733,392)		(733,392)
School Sponsored Activities and Athletics	97,696		12,142		(85,554)		(85,554)
Support Services							
Student and Instruction Related Services	5,662,930		346,229		(5,316,701)		(5,316,701)
General Administration Services	1,020,344		79,178		(941,166)		(941,166)
School Administration Services	2,150,883		185,404		(1,965,479)		(1,965,479)
Business / Central Services	1,070,426		32,177		(1,038,249)		(1,038,249)
Plant Operations and Maintenance	3,595,224			\$ 109,234	(3,485,990)		(3,485,990)
Pupil Transportation	571,434		10,811		(560,623)		(560,623)
Debt Service Interest and Other Charges	889,290				(889,290)		(889,290)
Total Governmental Activities	37,522,151	117,912	4,442,219	109,234	(32,852,786)		(32,852,786)
Business-Type Activities							
Food Service	453,492	452,670	38,600		\$ 37,778		37,778
Summer Enrichment Program	32,511	20,764			(11,747)		(11,747)
Pay to Participate	40,256	17,079			(23,177)		(23,177)
Total Business-Type Activities	526,259	490,513	38,600		2,854		2,854
Total Primary Government	\$ 38,048,410	\$ 608,425	\$ 4,480,819	\$ 109,234	(32,852,786)	2,854	(32,849,932)
General Revenues:							
Property Taxes levied for General Purposes					31,799,928		31,799,928
Property Taxes levied for Debt Service					1,813,068		1,813,068
Investment Earnings					23,163	701	23,864
Miscellaneous Income					56,321		56,321
Loss on Disposal of Capital Assets					(3,079)		(3,079)
Transfers					(32,100)	32,100	
Total General Revenues and Transfers					33,657,301	32,801	33,690,102
Change in Net Assets					804,515	35,655	840,170
Net Assets, Beginning of year					19,171,134	240,334	19,411,468
Net Assets, End of year					\$ 19,975,649	\$ 275,989	\$ 20,251,638

FUND FINANCIAL STATEMENTS

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 GOVERNMENTAL FUNDS
 BALANCE SHEET
 AS OF 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 AND OTHER DEBITS					
Assets					
Cash and Cash Equivalents	\$ 4,818,393	\$ 60,254	\$ 18,483	\$ 96,550	\$ 4,993,680
Due from Other Funds	208,592			18,294	226,886
Receivables					
Intergovernmental	21,940	344	526,336		548,620
Other	-	5,599	-	-	5,599
	<u>5,048,925</u>	<u>66,197</u>	<u>544,819</u>	<u>114,844</u>	<u>5,774,785</u>
Total Assets					
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 299,195	\$ 23,904			\$ 323,099
Due to Other Funds			\$ 226,094		226,094
Intergovernmental Payable - State		34,183			34,183
Deferred Revenue	4,300	8,110	-	-	12,410
	<u>303,495</u>	<u>66,197</u>	<u>226,094</u>	<u>-</u>	<u>595,786</u>
Total Liabilities					
Fund Balances					
Restricted					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	600,000				600,000
Reserve for Excess Surplus	800,000				800,000
Capital Reserve	1,687,198				1,687,198
Capital Projects			318,725		318,725
Debt Service				\$ 114,844	114,844
Assigned					
Designated for Subsequent Year's Expenditures	528,277				528,277
Year End Encumbrances	521,084				521,084
Unassigned					
General Fund	608,871	-	-	-	608,871
	<u>4,745,430</u>	<u>-</u>	<u>318,725</u>	<u>114,844</u>	<u>5,178,999</u>
Total Fund Balances					
Total Liabilities and Fund Balances	<u>\$ 5,048,925</u>	<u>\$ 66,197</u>	<u>\$ 544,819</u>	<u>\$ 114,844</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 \$54,844,836 and the accumulated depreciation is \$12,304,067. 42,540,769

The District has financed capital assets through the issuance of Serial bonds. The interest accrual at year end is: (303,865)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.

Long-term liabilities at year end consist of the following:

Bonds Payable, Net	\$ (26,016,015)	
Deferred Charges for Bond Issuance Costs	174,880	
Capital Leases Payable	(443,311)	
Compensated Absences	<u>(1,155,808)</u>	
		<u>(27,440,254)</u>

Net assets of governmental activities \$ 19,975,649

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED 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>
REVENUES					
Local Sources					
Property Tax Levy	\$ 31,799,928			\$ 1,813,068	\$ 33,612,996
Interest on Capital Reserve	3,229				3,229
Interest on Investments	19,871		\$ 63		19,934
Miscellaneous	<u>156,060</u>	<u>\$ 20,014</u>	<u>-</u>	<u>18,173</u>	<u>194,247</u>
Total - Local Sources	31,979,088	20,014	63	1,831,241	33,830,406
State Sources	3,537,818	261,966	109,234		3,909,018
Federal Sources	<u>49,641</u>	<u>572,780</u>	<u>-</u>	<u>-</u>	<u>622,421</u>
Total Revenues	<u>35,566,547</u>	<u>854,760</u>	<u>109,297</u>	<u>1,831,241</u>	<u>38,361,845</u>
EXPENDITURES					
Current					
Instruction					
Regular Instruction	15,916,103	55,651			15,971,754
Special Education Instruction	4,367,797	452,880			4,820,677
Other Instruction	846,358				846,358
School-Sponsored Activities and Athletics	97,696				97,696
Support Services					
Student and Instruction Related Services	5,240,940	346,229			5,587,169
General Administration Services	957,543				957,543
School Administration Services	2,145,544				2,145,544
Business / Central Services	1,067,927				1,067,927
Plant Operations and Maintenance	2,984,149				2,984,149
Pupil Transportation	568,422				568,422
Debt Service:					
Principal	339,714			860,786	1,200,500
Interest and Other Charges	134,069			874,417	1,008,486
Bond Issuance Costs				130,023	130,023
Advance to Refunding Escrow				1,521,173	1,521,173
Capital Outlay	<u>643,646</u>	<u>-</u>	<u>813,076</u>	<u>-</u>	<u>1,456,722</u>
Total Expenditures	<u>35,309,908</u>	<u>854,760</u>	<u>813,076</u>	<u>3,386,399</u>	<u>40,364,143</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>256,639</u>	<u>-</u>	<u>(703,779)</u>	<u>(1,555,158)</u>	<u>(2,002,298)</u>
OTHER FINANCING SOURCES (USES)					
Capital Lease Proceeds (Non Budget)	618,025				618,025
Payment to Refunded Bond Escrow Agent				(9,095,000)	(9,095,000)
Refunded Bonds Issued				9,485,000	9,485,000
Premium on Bonds				1,261,196	1,261,196
Transfers In				18,294	18,294
Transfers Out	<u>(32,100)</u>	<u>-</u>	<u>(18,294)</u>	<u>-</u>	<u>(50,394)</u>
Total Other Financing Sources and Uses	<u>585,925</u>	<u>-</u>	<u>(18,294)</u>	<u>1,669,490</u>	<u>2,237,121</u>
Net Change in Fund Balances	842,564	-	(722,073)	114,332	234,823
Fund Balance, Beginning of Year	<u>3,902,866</u>	<u>-</u>	<u>1,040,798</u>	<u>512</u>	<u>4,944,176</u>
Fund Balance, End of Year	<u>\$ 4,745,430</u>	<u>\$ -</u>	<u>\$ 318,725</u>	<u>\$ 114,844</u>	<u>\$ 5,178,999</u>

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
WITH THE DISTRICT-WIDE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Total net change in fund balances - governmental funds (Exhibit B-2) \$ 234,823

Amounts reported for governmental activities in the statement of activities 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 depreciation expense exceeded capital asset additions in the period.

Depreciation Expense	\$ (1,553,079)	
Capital Outlays	<u>1,456,722</u>	(96,357)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals) is to decrease net assets. These transactions are not reported in the governmental funds financial statements.

Loss on Disposal of Capital Assets	(3,079)
------------------------------------	---------

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. (Note 2)

582,475

Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. Certain expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (Note 2)

86,653

Change in net assets of governmental activities

\$ 804,515

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
AS OF JUNE 30, 2012**

	Business-Type Activities Enterprise Fund			<u>Totals</u>
	<u>Food Service</u>	<u>Summer Enrichment Program</u>	<u>Other Non Major Enterprise Fund</u>	
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 201,951	\$ 48,947	\$ 20,742	\$ 271,640
Intergovernmental Receivable				
Federal	5,540			5,540
State	334			334
Inventory	2,550	-	-	2,550
 Total Current Assets	 <u>210,375</u>	 <u>48,947</u>	 <u>20,742</u>	 <u>280,064</u>
Capital Assets				
Equipment	76,506			76,506
Construction in Progress	23,001			23,001
Less: Accumulated Depreciation	(32,902)	-	-	(32,902)
 Total Capital Assets	 <u>66,605</u>	 <u>-</u>	 <u>-</u>	 <u>66,605</u>
 Total Assets	 <u>276,980</u>	 <u>48,947</u>	 <u>20,742</u>	 <u>346,669</u>
LIABILITIES				
Current Liabilities				
Accounts Payable	47,474		4,383	51,857
Unearned Revenue	6,188	12,635	-	18,823
 Total Current Liabilities	 <u>53,662</u>	 <u>12,635</u>	 <u>4,383</u>	 <u>70,680</u>
NET ASSETS				
Invested in Capital Assets	66,605			66,605
Unrestricted	156,713	36,312	16,359	209,384
 Total Net Assets	 <u>\$ 223,318</u>	 <u>\$ 36,312</u>	 <u>\$ 16,359</u>	 <u>\$ 275,989</u>

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Business-Type Activities Enterprise Fund			<u>Totals</u>
	<u>Food Service</u>	<u>Summer Enrichment Program</u>	<u>Other Non Major Enterprise Fund</u>	
OPERATING REVENUES				
Charges for Services				
Daily Sales	\$ 452,670			\$ 452,670
Program Fees	-	\$ 20,764	\$ 17,079	37,843
	<u>452,670</u>	<u>20,764</u>	<u>17,079</u>	<u>490,513</u>
OPERATING EXPENSES				
Cost of Sales	199,339			199,339
Salaries and Employee Benefits	165,816	25,675	21,315	212,806
Supplies and Materials	15,956	465	6,998	23,419
Management Fee	34,640			34,640
Purchased Professional Services		294		294
Miscellaneous	31,327	6,077	11,943	49,347
Depreciation	6,414	-	-	6,414
	<u>453,492</u>	<u>32,511</u>	<u>40,256</u>	<u>526,259</u>
Total Operating Expenses				
Operating Loss	(822)	(11,747)	(23,177)	(35,746)
NONOPERATING REVENUES/EXPENSES				
Federal Sources				
School Milk Program	15,293			15,293
National School Lunch Program	21,688			21,688
State Sources				
School Lunch Program	1,619			1,619
Interest on Deposits	701			701
Loss on Disposal of Capital Assets	-	-	-	-
	<u>39,301</u>	<u>-</u>	<u>-</u>	<u>39,301</u>
Total Nonoperating Revenues/Expenses				
Net Income/ (Loss) Before Operating Transfers	38,479	(11,747)	(23,177)	3,555
Operating Transfers				
Operating Transfers In	-	-	32,100	32,100
Change in Net Assets	38,479	(11,747)	8,923	35,655
Total Net Assets, Beginning of Year	184,839	48,059	7,436	240,334
Total Net Assets, End of Year	<u>\$ 223,318</u>	<u>\$ 36,312</u>	<u>\$ 16,359</u>	<u>\$ 275,989</u>

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Business-Type Activities Enterprise Fund			Totals
	Food Service	Summer Enrichment Program	Other Non Major Enterprise Fund	
Cash Flows from Operating Activities				
Cash Received from Customers	\$ 458,858	\$ 14,164	\$ 17,079	\$ 490,101
Cash Payments for Employees' Salaries and Benefits	(165,816)	(25,675)	(21,315)	(212,806)
Cash Payments to Suppliers for Goods and Services	(247,266)	(6,836)	(14,558)	(268,660)
Net Cash Provided (Used) by Operating Activities	45,776	(18,347)	(18,794)	8,635
Cash Flows from Noncapital Financing Activities				
Cash Received from State and Federal Subsidy				
Reimbursements	26,654			26,654
Cash Received from Other Funds	-	-	32,100	32,100
Net Cash Provided by Noncapital Financing Activities	26,654	-	32,100	58,754
Cash Flows from Capital and Related Financing Activities				
Acquisition of Capital Assets	(28,148)	-	-	(28,148)
Net Cash Used by Capital and Related Financing Activities	(28,148)	-	-	(28,148)
Cash Flows from Investing Activities				
Interest on Deposits	701	-	-	701
Net Cash Provided by Investing Activities	701	-	-	701
Net Increase (Decrease) in Cash and Cash Equivalents	44,983	(18,347)	13,306	39,942
Cash and Cash Equivalents, Beginning of Year	156,968	67,294	7,436	231,698
Cash and Cash Equivalents, End of Year	\$ 201,951	\$ 48,947	\$ 20,742	\$ 271,640
Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities				
Operating Loss	\$ (822)	\$ (11,747)	\$ (23,177)	\$ (35,746)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Depreciation	6,414			6,414
Food Distribution Program	8,265			8,265
Change in Assets and Liabilities				
Increase/(Decrease) in Accounts Payable	26,480		4,383	30,863
Increase/(Decrease) in Unearned Revenue	6,188	(6,600)		(412)
(Increase)/Decrease in Inventory	(749)	-	-	(749)
Total Adjustments	46,598	(6,600)	4,383	44,381
Net Cash Provided (Used) by Operating Activities	\$ 45,776	\$ (18,347)	\$ (18,794)	\$ 8,635
Non Cash Financing Activities:				
Food Distribution Program Commodities Received	\$ 7,770	\$ -	\$ -	\$ 7,770

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
AS OF JUNE 30, 2012**

	<u>Unemployment Compensation Trust</u>	<u>Scholarship Fund</u>	<u>Agency Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 700,443	\$ 3,657	\$ 70,075
Total Assets	<u>\$ 700,443</u>	<u>\$ 3,657</u>	<u>\$ 70,075</u>
LIABILITIES			
Payable to Student Groups			\$ 32,939
Accrued Salaries and Wages			22
Payroll Deductions and Withholdings			36,322
Due to Other Funds			792
Intergovernmental Payable State	\$ 6,389	-	-
Total Liabilities	<u>6,389</u>	<u>-</u>	<u>\$ 70,075</u>
NET ASSETS			
Reserved For Scholarships		<u>\$ 3,657</u>	
Held in Trust for Unemployment Claims and Other Purposes	<u>\$ 694,054</u>		

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Unemployment Compensation Trust</u>	<u>Scholarship Fund</u>
ADDITIONS		
Contributions		
Other		\$ 350
Employees	\$ 45,715	
Employer	335,031	-
	<hr/>	<hr/>
Total Contributions	380,746	350
	<hr/>	<hr/>
Investment Earnings		
Interest	1,425	2
	<hr/>	<hr/>
Net Investment Earnings	1,425	2
	<hr/>	<hr/>
Total Additions	382,171	352
	<hr/>	<hr/>
DEDUCTIONS		
Unemployment Claims and Contributions	69,750	-
	<hr/>	<hr/>
Total Deductions	69,750	-
	<hr/>	<hr/>
Change in Net Assets	312,421	352
	<hr/>	<hr/>
Net Assets, Beginning of the Year	381,633	3,305
	<hr/>	<hr/>
Net Assets, End of the Year	<u>\$ 694,054</u>	<u>\$ 3,657</u>

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Wyckoff Township Public Schools (the "Board" or the "District") is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of seven elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

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

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Wyckoff Township Public Schools this includes general operations, food service, summer enrichment program, pay to participate program and student related activities of the District.

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

B. Basic Financial Statements

The basic financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements. Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basic Financial Statements (Continued)

The district-wide financial statements (i.e., the statement of net assets and statement of activities) report information on all of the nonfiduciary activities of the Board of Education. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

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

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The District considers all of its governmental and enterprise funds to be major funds, except for the pay to participate fund.

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements with the exception of the agency fund which does not have a measurement focus. All assets and all liabilities associated with these operations (with the exception of the fiduciary funds) are included on the Statement of Net Assets. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Property taxes, tuition, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal and state financial programs, with the exception of grants for major capital projects and the child nutrition programs.

The *capital projects fund* accounts for the proceeds from the sale of bonds, lease purchases and other revenues used for the acquisition or construction of major capital facilities and other capital assets.

The *debt service fund* accounts for the accumulation of resources for and the payment of principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for teachers and special events.

The *summer enrichment fund* accounts for the activities of the District's summer school program which provides education opportunities beyond the regular school term.

The District reports the following non-major proprietary fund which is organized to be self-supporting through user charges:

The *pay to participate fund* accounts for the activities of the District's extra-curricular activities which provides sports programs.

Additionally, the government reports the following fund types:

The *fiduciary trust fund* is used to account for resources legally held in trust for the state unemployment insurance claims, for private donations for scholarship awards, payroll related activities and student related activities which are supported and controlled by student organizations and clubs. All resources of the fund, including any earnings on invested resources, may be used to support the intended purpose. There is no requirement that any portion of these resources be preserved as capital.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the district-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Board has elected not to follow private-sector guidance issued subsequent to December 1, 1989.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary and fiduciary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund, the summer enrichment enterprise fund and the pay to participate enterprise fund are charges to customers for sales and services. Operating expenses for enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Assets or Equity

1. *Deposits and Investments*

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

2. *Receivables and Payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

2. *Receivables and Payables* (Continued)

Tuition Expenditures - Tuition charges for the fiscal years 2010-2011 and 2011-2012 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenue is recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred revenues. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1st in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

3. *Inventories*

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories, exclusive of the federal commodities, are valued at cost, using the first-in first-out (FIFO) method. The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA. The amount of unused commodities at year-end is reported as unearned revenue.

4. *Capital Assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

4. *Capital Assets (Continued)*

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Building and Building Improvements	10-40
Machinery and Equipment	5-25

5. *Compensated Absences*

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused sick leave benefits. A long-term liability of accumulated sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. Proprietary Funds accrue accumulated sick leave and salary related payments in the period that they are earned. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

6. *Long-term obligations*

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

7. *Fund Equity*

With the implementation of GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* during fiscal year 2011, fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

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

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

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

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2.)

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

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

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

Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2012/2013 District budget certified for taxes.

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Assets or Equity (Continued)

7. Fund Equity (Continued)

Unassigned Fund Balance – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the district-wide statement of activities

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$582,475 difference are as follows:

Debt Issued or Incurred	
Refunding	\$(9,485,000)
Debt Issuance Costs	130,023
Premium on Bonds	(1,261,196)
Capital Lease Payable	(618,025)
Principal repayments:	
Bonds Payable	1,025,786
Capital Leases Payable	174,714
Payment to Escrow Agent for Refunding (Including Advance Refund Escrow)	<u>10,616,173</u>
Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	<u>\$582,475</u>

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds”. The details of this \$86,653 difference are as follows:

Compensated Absences	\$(9,869)
Accrued Interest	72,557
Amortization of Deferred Charge on Refunding	(13,731)
Amortization of Issuance Costs	(8,943)
Amortization of Premium	<u>46,639</u>

Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental activities	<u>\$86,653</u>
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**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the requirements of the New Jersey Department of Education (“the Department”), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them. Capital lease transactions are accounted for on the GAAP basis.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent and is voted upon at the annual school election on the third Tuesday in April. Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2011/2012. During 2011/2012 the Board increased the original budget by \$968,227. The increase was funded by additional capital reserve and grant awards appropriated and the reappropriation of prior year general fund encumbrances.

On January 17, 2012, Chapter 202 of the Laws of P.L. 2011 was approved which established procedures for moving the date of a school district's annual school election from April to the general election in November. Under the new law, districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. On February 13, 2012, the Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law.

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 certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

Encumbrance accounting is employed in the governmental funds. 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 committed and/or assigned 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 which are reappropriated and honored during the subsequent fiscal year.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Capital Reserve

A capital reserve account was established by the District on October 16, 2000. The accumulation of funds will be used for capital outlay expenditures in subsequent fiscal years. The capital reserve is maintained in the general fund and its activity is included in the general fund annual budget.

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

The activity of the capital reserve for the fiscal year ended June 30, 2012 is as follows:

Balance, July 1, 2011		\$ 1,062,571
Increases		
Interest earnings	\$ 3,229	
Deposits Approved by Board Resolution	<u>915,098</u>	
		<u>918,327</u>
		1,980,898
Decreases		
Approved by Voters in District Budget	245,000	
Approved by Board Resolution	<u>48,700</u>	
		<u>293,700</u>
Balance, June 30, 2012		<u>\$ 1,687,198</u>

The District included a withdrawal of \$579,587 from the capital reserve in the 2012/13 budget to fund the local share of certain capital projects.

C. Transfers to Capital Outlay

During the 2011/2012 school year, the district transferred \$48,700 to the capital outlay accounts. The transfer was made from the capital reserve account to supplement a capital project previously approved by the voters in the budget certified for taxes pursuant to N.J.A.C. 6A:23-8.4.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

D. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Reserved 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 in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2012 is \$1,400,000. Of this amount, \$600,000 was designated and appropriated in the 2012/2013 original budget certified for taxes and the remaining amount of \$800,000 will be appropriated in the 2013/2014 original budget certified for taxes.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2012, the book value of the Board's deposits was \$6,039,244 and bank balances of the Board's cash and deposits amounted to \$6,316,445. The Board's deposits which are displayed on the balance sheets and statement of net assets as "cash and cash equivalents" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ <u>6,316,445</u>

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 Board does not have a policy for custodial credit risk. As of June 30, 2012 none of the District's bank balances were exposed to custodial credit risk.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Deposits and Investments (Continued)

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2012, the Board had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>
Government Money Market Mutual Fund (Reported as Cash and Cash Equivalents)	\$ <u>251</u>

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial risk. As of June 30, 2012, \$605,251 of the Board’s investments was exposed to custodial credit risk as follows:

	<u>Fair Value</u>
Uninsured and Collateralized: Collateral held by pledging financial institution's trust department or agent but not in the Board's name	\$ <u>251</u>

Interest Rate Risk – The Board 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.

Credit Risk – State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

The fair value of the above-listed investments were based on quoted market prices.

Investment and interest earnings in the Capital Projects Fund are assigned to the Debt Service Fund in accordance with Board policy.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables

Receivables as of June 30, 2012 for the district's individual major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Food Service</u>	<u>Total</u>
Receivables:					
Intergovernmental	\$ 21,940	\$ 344	\$ 526,336	\$ 5,874	\$ 554,494
Other	-	5,599	-	-	5,599
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Gross Receivables	21,940	5,943	526,336	5,874	560,093
Less: Allowance for Uncollectibles	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net Total Receivables	<u>\$ 21,940</u>	<u>\$ 5,943</u>	<u>\$ 526,336</u>	<u>\$ 5,874</u>	<u>\$ 560,093</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	<u>Unearned</u>
General Fund	
Tuition Deposits for Integrated Preschool	\$ 4,300
Special Revenue Fund	
Unencumbered grant draw downs	3,914
Grant drawdowns reserved for encumbrances	<u>4,196</u>
Total deferred revenue for governmental funds	<u>\$12,410</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets

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

	Balance, July 1, 2011	Increases	Decreases	Balance, June 30, 2012
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 323,568			\$ 323,568
Construction in progress	70,567	\$ 1,175,010	-	1,245,577
Total capital assets, not being depreciated	<u>394,135</u>	<u>1,175,010</u>	<u>-</u>	<u>1,569,145</u>
Capital assets, being depreciated:				
Buildings and Building Improvements	50,518,346			50,518,346
Machinery and equipment	2,484,868	281,712	\$ (9,235)	2,757,345
Total capital assets being depreciated	<u>53,003,214</u>	<u>281,712</u>	<u>(9,235)</u>	<u>53,275,691</u>
Less accumulated depreciation for:				
Buildings and Building Improvements	(9,486,544)	(1,318,671)		(10,805,215)
Machinery and equipment	(1,270,600)	(234,408)	6,156	(1,498,852)
Total accumulated depreciation	<u>(10,757,144)</u>	<u>(1,553,079)</u>	<u>6,156</u>	<u>(12,304,067)</u>
Total capital assets, being depreciated, net	<u>42,246,070</u>	<u>(1,271,367)</u>	<u>(3,079)</u>	<u>40,971,624</u>
Government activities capital assets, net	<u>\$ 42,640,205</u>	<u>\$ (96,357)</u>	<u>\$ (3,079)</u>	<u>\$ 42,540,769</u>
Business-Type Activities:				
Capital assets, not being depreciated:				
Construction in progress	-	\$ 23,001	-	\$ 23,001
Total capital assets, not being depreciated	<u>-</u>	<u>23,001</u>	<u>-</u>	<u>23,001</u>
Capital assets, being depreciated:				
Machinery and equipment	\$ 71,359	5,147	-	76,506
Total capital assets being depreciated	<u>71,359</u>	<u>5,147</u>	<u>-</u>	<u>76,506</u>
Less accumulated depreciation for:				
Machinery and equipment	(26,488)	(6,414)	-	(32,902)
Total accumulated depreciation	<u>(26,488)</u>	<u>(6,414)</u>	<u>-</u>	<u>(32,902)</u>
Total capital assets, being depreciated, net	<u>44,871</u>	<u>(1,267)</u>	<u>-</u>	<u>43,604</u>
Business-type activities capital assets, net	<u>\$ 44,871</u>	<u>\$ 21,734</u>	<u>\$ -</u>	<u>\$ 66,605</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the District as follows:

Governmental Activities:

Instruction

Regular	\$ 803,585
Special	<u>29,917</u>
Total Instruction	<u>833,502</u>

Support Services

Support Services - Students	67,579
General Administration	38,524
Operations and Maintenance of Plant	610,500
Student Transportation	<u>2,974</u>

Total Support Services	<u>719,577</u>
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Total Depreciation Expense - Governmental Activities	<u>\$ 1,553,079</u>
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Business-Type Activities:

Food Service Fund	<u>\$ 6,414</u>
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Construction commitments

The District has the following active construction projects as of June 30, 2012:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Lincoln School Construction and Additions	\$ 2,987,367	\$ 49,291
Coolidge School Construction and Additions	3,291,839	17,992
Washington School Construction and Additions	4,681,434	125,913
Sicomac School Construction and Additions	6,284,184	<u>125,529</u>
		<u>\$ 318,725</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2012, is as follows:

Due to/from other funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital Projects Fund	\$ 207,800
Debt Service Fund	Capital Projects Fund	18,294
General Fund	Agency Fund	<u>792</u>
	Total Interfund Receivable	<u>\$ 226,886</u>

The above balances are the result of revenues earned or other financing sources received in one fund which are due to another fund and/or expenditures paid by one fund on behalf of another fund and/or to cover cash balances which were in an overdraft position.

The District expects all interfund balances to be liquidated within one year.

Interfund transfers

	<u>Transfer In:</u>		<u>Total</u>
	<u>Debt Service Fund</u>	<u>Pay to Participate Fund</u>	
<u>Transfer Out:</u>			
General Fund		\$ 32,100	\$ 32,100
Capital Projects Fund	<u>\$ 18,294</u>	-	<u>18,294</u>
Total transfers out	<u>\$ 18,294</u>	<u>\$ 32,100</u>	<u>\$ 50,394</u>

The above transfers are the result of revenues earned in one fund to finance expenditures in another fund.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

E. Leases

Operating Leases

The District leases photocopiers under noncancelable operating leases. Lease payments for the fiscal year ended June 30, 2012 were \$130,149. The future minimum lease payments for these operating leases are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Amount</u>
2013	<u>\$ 97,610</u>

Capital Leases

The District is leasing computers totaling \$618,025 under capital leases. The leases are for terms of 3 to 4 years.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2012 were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Governmental Activities</u>
2013	\$ 174,714
2014	174,714
2015	<u>109,614</u>
Total minimum lease payments	459,042
Less: amount representing interest	<u>(15,731)</u>
Present value of minimum lease payments	<u>\$ 443,311</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-Term Debt

General Obligation Bonds

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

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

\$27,332,000, 2005 Bonds, due in annual amounts of \$744,275 to \$1,720,000 through April 1, 2032, interest at 3.00% to 5.00%	\$13,484,751
\$3,535,000, 2010 School Energy Saving Obligation Bonds, due in annual installments of \$175,000 to \$350,000 through March 15, 2025, interest at 2.00% to 4.00%	3,220,000
\$9,485,000, 2012 Refunding School Bonds, due in annual Installments of \$45,000 to \$1,165,000 through April 1, 2025, Interest at 2.00% to 4.00%	<u>9,360,000</u>
	<u>\$26,064,751</u>

Principal and interest on the School Energy Saving Obligation bonds is paid from the General Fund since the energy savings resulting from the capital improvements funded by the bonds is intended to offset the debt service.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-Term Debt (Continued)

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

Governmental Activities:

Fiscal Year Ending June 30,	Serial Bonds		Total
	Principal	Interest	
2013	\$ 964,275	\$ 1,070,644	\$ 2,034,919
2014	980,476	1,054,805	2,035,281
2015	1,005,000	1,040,241	2,045,241
2016	1,035,000	1,003,581	2,038,581
2017	1,075,000	968,706	2,043,706
2018-2022	6,170,000	4,129,356	10,299,356
2023-2027	7,020,000	2,844,475	9,864,475
2028-2032	7,815,000	1,210,250	9,025,250
	<u>\$ 26,064,751</u>	<u>\$ 13,322,058</u>	<u>\$ 39,386,809</u>

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2012 was as follows:

3% of Equalized Valuation Basis (Municipal)	\$ 137,570,093
Less: Net Debt	<u>26,064,751</u>
Remaining Borrowing Power	<u>\$ 111,505,342</u>

Advance Refunding of Debt

On February 8, 2012 the District issued \$9,485,000 in School District Refunding Bonds having an interest rate of 2.00% to 4.00%. These Bonds were issued in order to advance refund certain principal maturities of various school district bonds. The total bond principal defeased was \$9,095,000 and the total interest payments defeased was \$4,533,888. The net proceeds of \$10,616,173 (after payment of underwriting fees, insurance and other insurance costs) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments. As a result, the advance refunding met the requirements of an in-substance debt defeasance and the refunded bond liability has been removed from the governmental activities column of the statement of net assets. The reacquisition price exceeded the net carrying amount of the old debt by \$1,521,173. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is the same as the life of the new debt issued. This advance refunding was undertaken to reduce total debt service payments over the next 14 years by \$1,062,394 and resulted in an economic gain of \$949,895.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-Term Debt (Continued)

Changes in long-term liabilities

Long-term liability activity for the fiscal year ended June 30, 2012, was as follows:

	<u>Balance, July 1, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance, June 30, 2012</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 26,700,537	\$ 9,485,000	\$ 10,120,786	\$ 26,064,751	\$ 964,275
Unamortized Premium	244,149	1,261,196	46,639	1,458,706	
Deferred Amount on Refunding	-	(1,521,173)	13,731	(1,507,442)	-
	<u>26,944,686</u>	<u>9,225,023</u>	<u>10,181,156</u>	<u>26,016,015</u>	<u>964,275</u>
Capital Leases Payable		618,025	174,714	443,311	166,291
Compensated absences	<u>1,145,939</u>	<u>9,869</u>	<u>-</u>	<u>1,155,808</u>	<u>115,581</u>
Governmental activity Long-term liabilities	<u>\$ 28,090,625</u>	<u>\$ 9,852,917</u>	<u>\$ 10,355,870</u>	<u>\$ 27,615,134</u>	<u>\$ 1,246,147</u>

For the governmental activities, liabilities for compensated absences are generally liquidated by the general fund.

NOTE 5 OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The District is a member of the Northeast Bergen County School Board Insurance Group (NESBIG). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

The relationship between the Board and the insurance fund is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the fund, to report claims on a timely basis, cooperate with the management of the fund, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the fund. Members have a contractual obligation to fund any deficit of the fund attributable to a membership year during which they were a member.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

NESBIG provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the insurance fund is on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

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 fiduciary trust fund for the current and previous two years:

<u>Fiscal</u> <u>Year Ended</u> <u>June 30,</u>	<u>District</u> <u>Contributions</u>	<u>Employee</u> <u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2012	\$ 335,031	\$ 45,715	\$ 69,750	\$ 694,054
2011	225,000	39,731	215,657	381,633
2010	342,200	40,149	197,819	330,340

B. Contingent Liabilities

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.

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2012, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2012, the District has not estimated its arbitrage earnings due to the IRS, if any.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans

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

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

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

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

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

Other Pension Funds

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

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

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the retirement systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund, Common Pension Fund A, Common Pension Fund B, Common Pension Fund D and Common Pension Fund E. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Significant Legislation

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

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Funding Status and Funding Progress

As of July 1, 2010, the most recent actuarial valuation date, the aggregate funded ratio for all the State administered retirement systems including TPAF and PERS, is 70.5 percent with an unfunded actuarial accrued liability of \$36.3 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 65.2 percent and \$25.6 billion, and the aggregate funded ratio and unfunded accrued liability for local PERS and Police and Firemen's Retirement System ("PFRS") is 78.5 percent and \$10.7 billion.

The funded status and funding progress of the retirement systems is based on actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financing reporting purposes does not explicitly incorporate the potential effects of legal or contractual limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2010 actuarial valuation, the projected unit credit was used as the actuarial cost method, and the five year average of market value was used as the asset valuation method for the retirement systems. The actuarial assumptions included (1) 8.25 percent for investment rate of return for the retirement systems and (2) 5.45 percent for projected salary increases for the PERS and 5.74 percent for TPAF.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 6.5% for PERS, 6.5% for TPAF and 5.50% for DCRP of the employee's annual compensation.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Annual Pension Costs (APC)

Per the requirements of GASB Statement No. 27 for the year ended June 30, 2012 for TPAF, which is a cost sharing plan with special funding situations, annual pension cost differs from the annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost equals contributions made. 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. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution.

During the years ended June 30, 2012, 2011 and 2010 the Board was required to contribute for PERS and DCRP and the State of New Jersey was required to contribute for TPAF for normal cost pension and accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-behalf <u>TPAF</u>	<u>DCRP</u>
2012	\$ 286,656	\$ 509,722	\$ 4,836
2011	312,787	48,213	2,886
2010	262,062	53,263	

During the previous two fiscal years, the State of New Jersey did not contribute to the TPAF for normal cost and accrued liability. The State contributed \$509,722 during 2011/2012 for normal cost pension, accrued liability and the NCGI premium. For fiscal years 2010/2011 and 2009/2010, the State contributed \$48,213 and \$53,263, respectively, for the NCGI premium only.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,239,794 during the year ended June 30, 2012 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount, along with the on-behalf TPAF pension contribution, has been included in the district-wide financial statements and the fund financial statements as a revenue and expenditure in accordance with GASB No. 24.

E. Post-Retirement Medical Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plans for school districts. The Plans are cost sharing multiple employer defined benefit plans.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

As a result of implementing Governmental Accounting Standards Board (GASB) Statement No. 43, *Financial Reporting for Post-employment Benefit Plans Other than Pension Plans* (OPEB), effective for Fiscal Year 2007, the State Health Benefits Program (SHBP), and the Prescription Drug Program (PDP), and Post-Retirement Medical (PRM) of the PERS and TPAF are combined and reported as Pension and Other employee Benefit Trust Funds in the State's Comprehensive Annual Financial Report (CAFR). Specifically, SHBP-State, PDP-State, and the PRM of the PERS are combined and reported as a Health Benefits Program Fund – State classified as a single employer plan. The SHBP-Local, PDP-Local, and the PRM of the TPAF are combined and reported as Health Benefits Program Fund –Local Government classified as a cost-sharing multiple-employer plan in the State's CAFR. The post-retirement benefit programs had a total of 547 state and local participating employers and contributing entities for Fiscal Year 2011.

The State of New Jersey sponsors and administers the following health benefit programs covering certain state and local government employees, including those Board employees and retirees eligible for coverage.

Health Benefits Program Fund (HBPF) – Local Education (including Prescription Drug Program Fund) – The State of New Jersey provides free coverage to members of the Teachers' Pension and Annuity Fund who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of P.L. 1992, c.126, the State also provides free coverage to members of the Public Employees' Retirement System and Alternate Benefits Program who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare parts A and B by paying the cost of the insurance for themselves and their covered dependents. Also, education employees are eligible for the PDP coverage after 60 days of employment.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the health benefit programs are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the health benefit programs. Benefits or refunds are recognized when due and payable in accordance with the terms of the health benefit programs.

Significant Legislation

P.L. 2011, c.78, effective October 2011, sets new employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to this new legislation's effective date with a minimum contribution required to be at least 1.5% of salary.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair values.

Funded Status and Funding Progress

As of July 1, 2010, the most recent actuarial valuation date, the State had a \$59.3 billion unfunded actuarial accrued liability for other post-employment benefits (OPEB) which is made up to \$21.1 billion for state active and retired members and \$38.2 billion for education employees and retirees that become the obligation of the State of New Jersey upon retirement.

The funded status and funding progress of the OPEB is based on actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events in the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the OPEB in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at the point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2010, actuarial valuation, the projected unit credit was used as the actuarial cost method, and the market value was used as asset valuation method for the OPEB. The actuarial assumptions included 4.50 percent for investment rate of return for the OPEB.

Post-Retirement Medical Benefits Contributions

P.L. 1987, c. 384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund (TPAF) and Public Employees' Retirement System (PERS), respectively to fund post-retirement medical benefits for those State employees and education employees who retire after accumulating 25 years of credited service or on a disability retirement. As of June 30, 2011, there were 93,323 retirees receiving post-retirement medical benefits and the State contributed \$935.5 million on their behalf. The cost of these benefits is funded through contributions by the State and in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Post-Retirement Medical Benefits Contributions (Continued)

The State sets the contribution rate based on a pay as you go basis and not on the *annual required contribution of the employers (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the State Health Benefits Program Fund for TPAF retirees' post-retirement benefits on behalf of the School District for the years ended June 30, 2012, 2011 and 2010 were \$1,024,674, \$1,024,049 and \$1,000,356, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey.

BUDGETARY COMPARISON SCHEDULES

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Transfers	Modified Budget	Actual Revenue/ Appropriations	Variance
REVENUES					
Local Sources					
Local Tax Levy	\$ 31,799,928		\$ 31,799,928	\$ 31,799,928	
Tuition	117,905		117,905	117,912	\$ 7
Interest on Capital Reserve Funds				3,229	3,229
Interest on Investments	35,600		35,600	19,871	(15,729)
Rental Income	1,500		1,500	5,815	4,315
Miscellaneous	800		800	32,333	31,533
Total Local Sources	<u>31,955,733</u>	<u>-</u>	<u>31,955,733</u>	<u>31,979,088</u>	<u>23,355</u>
State Sources					
Categorical Special Education Aid	324,057		324,057	648,114	324,057
Extraordinary Aid				76,636	76,636
Additional Nonpublic School Transportation Aid				10,811	10,811
Anti-Bullying Bill of Rights Act Aid				793	793
TPAF Social Security Contributions (Non-Budgeted)				1,239,794	1,239,794
On Behalf TPAF Pension-Post Retirement Medical Contribution (Non-Budgeted)				1,024,674	1,024,674
On Behalf TPAF Pension - Normal (Non-Budgeted)				460,323	460,323
On Behalf TPAF Pension - NCGI (Non-Budgeted)				49,399	49,399
Total State Sources	<u>324,057</u>	<u>-</u>	<u>324,057</u>	<u>3,510,544</u>	<u>3,186,487</u>
Federal Sources					
Education Jobs Fund	48,133	\$ 1,508	49,641	49,641	-
Total Federal Sources	<u>48,133</u>	<u>1,508</u>	<u>49,641</u>	<u>49,641</u>	<u>-</u>
Total Revenues	<u>32,327,923</u>	<u>1,508</u>	<u>32,329,431</u>	<u>35,539,273</u>	<u>3,209,842</u>
CURRENT EXPENDITURES					
Regular Programs-Instruction					
Salaries of Teachers:					
Kindergarten	388,961		388,961	372,610	16,351
Grades 1-5	5,903,112	203,315	6,106,427	6,078,557	27,870
Grades 6-8	4,138,536	(16,345)	4,122,191	4,091,672	30,519
Regular Programs-Home Instruction					
Salaries of Teachers	12,000	7,965	19,965	18,001	1,964
Purchased Prof. - Educational Services	3,000	5,415	8,415	4,763	3,652
Other Purchased Services	150		150	108	42
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	134,712	(132,580)	2,132		2,132
Purchased Prof. - Educational Services	4,150		4,150	3,580	570
Purchased Technical Services	5,824	(2,250)	3,574	3,115	459
Other Purchased Services	105,500	186,673	292,173	282,586	9,587
Supplies Acquired Under Capital Lease (Non Budget)				618,025	(618,025)
General Supplies	744,512	(164,178)	580,334	534,066	46,268
Textbooks	311,010	(261,283)	49,727	41,051	8,676
Other Objects	2,270	(130)	2,140	1,783	357
Total Regular Programs	<u>11,753,737</u>	<u>(173,398)</u>	<u>11,580,339</u>	<u>12,049,917</u>	<u>(469,578)</u>
Special Education					
Learning/Language Disabilities					
Salaries of Teachers	259,477	19,450	278,927	268,844	10,083
Other Salaries for Instruction	342,061	6,880	348,941	348,859	82
Purchased Prof. - Educational Services	1,500	(1,265)	235		235
General Supplies	10,022	(5,045)	4,977	4,794	183
Textbooks	525	(525)			
Other Objects	1,200	(1,000)	200		200
Total Learning/Language Disabilities	<u>614,785</u>	<u>18,495</u>	<u>633,280</u>	<u>622,497</u>	<u>10,783</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Transfers	Modified Budget	Actual Revenue/ Appropriations	Variance
CURRENT EXPENDITURES (Continued)					
Special Education (Continued)					
Resource Room/Resource Center					
Salaries of Teachers	\$ 1,820,743	\$ (13,220)	\$ 1,807,523	\$ 1,760,202	\$ 47,321
General Supplies	21,878	(870)	21,008	13,620	7,388
Textbooks	400		400	371	29
Other Objects	2,559		2,559	120	2,439
Total Resource Room/Resource Center	1,845,580	(14,090)	1,831,490	1,774,313	57,177
Preschool Disabilities - Part-Time					
Salaries of Teachers	149,259	(4,080)	145,179	140,241	4,938
Other Salaries for Instruction	62,008	1,555	63,563	63,171	392
General Supplies	6,631	(3,575)	3,056	3,052	4
Other Objects	1,213	(1,210)	3		3
Total Preschool Disabilities - Part-Time	219,111	(7,310)	211,801	206,464	5,337
Total Special Education	2,679,476	(2,905)	2,676,571	2,603,274	73,297
Basic Skills/Remedial					
Salaries of Teachers	411,363	145,935	557,298	557,298	
General Supplies	6,000	(6,000)			
Total Basic Skills/Remedial	417,363	139,935	557,298	557,298	-
Bilingual Education					
Salaries of Teachers	54,460		54,460	54,421	39
General Supplies	3,500	(2,055)	1,445	997	448
Other Objects	1,000		1,000	677	323
Total Bilingual Education	58,960	(2,055)	56,905	56,095	810
School Sponsored Cocurricular Activities					
Salaries	74,299		74,299	65,709	8,590
Purchased Services	2,900	500	3,400	2,584	816
Supplies and Materials	2,014		2,014	1,894	120
Other Objects	2,922	(500)	2,422	2,323	99
Total School Sponsored Cocurricular Activities	82,135	-	82,135	72,510	9,625
Total Instruction	14,991,671	(38,423)	14,953,248	15,339,094	(385,846)

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Transfers	Modified Budget	Actual Revenue/ Appropriations	Variance
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures					
Instruction:					
Tuition to Other LEA's Within the State-Special	\$ 343,670	\$ 28,000	\$ 371,670	\$ 336,580	\$ 35,090
Tuition to CSSD and Regional Day Schools	156,575	50,725	207,300	207,300	
Tuition to Priv. Sch. for the Handicapped-Within State	502,822	(78,725)	424,097	257,327	166,770
Total Undistributed Expenditures- Instruction	1,003,067	-	1,003,067	801,207	201,860
Attendance and Social Work					
Salaries	1,117		1,117	1,100	17
Total Attendance and Social Work	1,117	-	1,117	1,100	17
Health Services					
Salaries	380,961	11,230	392,191	392,144	47
Purchased Professional and Technical Services	4,100	(1,000)	3,100	1,293	1,807
Other Purchased Services	2,135	(1,085)	1,050	558	492
Supplies and Materials	5,981	(505)	5,476	3,762	1,714
Other Objects	270		270	168	102
Total Health Services	393,447	8,640	402,087	397,925	4,162
Speech, OT, PT & Related Services					
Salaries	552,319	(9,205)	543,114	538,517	4,597
Purchased Professional-Educational Services	88,175	12,410	100,585	79,125	21,460
Supplies and Materials	6,875	(1,000)	5,875	5,773	102
Other Objects	2,935	(400)	2,535	1,681	854
Total Speech, OT, PT & Related Services	650,304	1,805	652,109	625,096	27,013
Other Support Services-Students-Extra. Services					
Salaries	384,246	24,800	409,046	408,900	146
Purchased Professional-Educational Services	162,661	11,559	174,220	164,361	9,859
Supplies and Materials	2,000	(2,000)			
Other Objects	67,500	(59,600)	7,900	4,598	3,302
Total Other Support Services-Students-Extra Serv	616,407	(25,241)	591,166	577,859	13,307
Guidance					
Salaries of Other Professional Staff	549,395	7,840	557,235	557,225	10
Salaries of Secretarial and Clerical Assistants	64,472	420	64,892	64,891	1
Other Salaries	15,993	(2,060)	13,933	13,930	3
Purchased Professional-Educational Services	66,364	85	66,449	64,379	2,070
Other Purchased Services	1,832	(745)	1,087	137	950
Supplies and Materials	5,065	655	5,720	4,716	1,004
Other Objects	1,320		1,320	829	491
Total Guidance	704,441	6,195	710,636	706,107	4,529

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Transfers	Modified Budget	Actual Revenue/ Appropriations	Variance
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Child Study Teams					
Salaries of Other Professional Staff	\$ 527,038	\$ 4,560	\$ 531,598	\$ 531,598	
Salaries of Secretarial and Clerical Assistants	84,920	(3,000)	81,920	81,874	\$ 46
Other Salaries	56,230	(2,020)	54,210	54,018	192
Purchased Professional-Educational Services	31,700	7,406	39,106	23,440	15,666
Other Purchased Professional and Technical Services	24,059	1,879	25,938	25,908	30
Miscellaneous Purchased Services	14,845		14,845	9,186	5,659
Supplies and Materials	12,627	(6,680)	5,947	4,759	1,188
Other Objects	4,885	(635)	4,250	3,984	266
Total Child Study Teams	<u>756,304</u>	<u>1,510</u>	<u>757,814</u>	<u>734,767</u>	<u>23,047</u>
Improvement of Instructional Services					
Salaries of Secretarial and Clerical Assistants	63,973	(345)	63,628	63,625	3
Other Salaries	11,208	14,945	26,153	21,452	4,701
Purchased Professional-Educational Services	44,635	36,580	81,215	54,559	26,656
Other Purchased Services	10,498	(3,235)	7,263	6,163	1,100
Supplies and Materials	43,000	(5,555)	37,445	30,422	7,023
Other Objects	6,800	(1,025)	5,775	5,005	770
Total Improvement of Instructional Services	<u>180,114</u>	<u>41,365</u>	<u>221,479</u>	<u>181,226</u>	<u>40,253</u>
Educational Media Services/School Library					
Salaries	346,136	14,135	360,271	360,229	42
Salary of Technology Coordinators	431,138	3,875	435,013	434,993	20
Supplies and Materials	42,443	(1,290)	41,153	39,788	1,365
Other Objects	252		252	110	142
Total Educational Media Services/School Library	<u>819,969</u>	<u>16,720</u>	<u>836,689</u>	<u>835,120</u>	<u>1,569</u>
Instructional Staff Training Services					
Salaries of Other Professional Staff	49,210	29,925	79,135	79,127	8
Purchased Professional-Educational Services		2,275	2,275	2,275	
Other Purchased Services	16,550	(7,720)	8,830	7,396	1,434
Total Instructional Staff Training Services	<u>65,760</u>	<u>24,480</u>	<u>90,240</u>	<u>88,798</u>	<u>1,442</u>
Support Services-General Administration					
Salaries	425,713	2,790	428,503	428,503	
Legal Services	130,000	23,000	153,000	38,261	114,739
Audit Fees	29,900	24,100	54,000	25,448	28,552
Other Purchased Professional Services	44,850	6,585	51,435	41,613	9,822
Purchased Technical Services	4,500	(2,500)	2,000		2,000
Communications/Telephone	103,959	13,699	117,658	114,961	2,697
BOE Other Purchased Services	3,400		3,400	1,184	2,216
Misc. Purchased Services	43,815	37,031	80,846	67,560	13,286
General Supplies	8,675	(870)	7,805	2,387	5,418
Miscellaneous Expenditures	7,980	4,430	12,410	12,408	2
BOE Membership Dues and Fees	15,617	(60)	15,557	15,552	5
Total Support Services- General Administration	<u>818,409</u>	<u>108,205</u>	<u>926,614</u>	<u>747,877</u>	<u>178,737</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Transfers	Modified Budget	Actual Revenue/ Appropriations	Variance
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Support Services- School Administration					
Salaries of Principals/Assistant Principals	\$ 1,078,801	\$ (75,415)	\$ 1,003,386	\$ 1,003,383	\$ 3
Salaries of Secretarial and Clerical Assistants	522,608		522,608	520,942	1,666
Purchased Professional and Technical Services	10,931	(1,384)	9,547	3,182	6,365
Other Purchased Services	18,436	2,141	20,577	14,912	5,665
Supplies and Materials	57,286	2,724	60,010	53,648	6,362
Other Objects	8,673	1,285	9,958	9,357	601
Total Support Services- School Administration	1,696,735	(70,649)	1,626,086	1,605,424	20,662
Central Services					
Salaries	442,282	(7,110)	435,172	434,362	810
Purchased Technical Services	9,200	1,890	11,090	11,090	
Misc. Purchased Services	21,675	5,081	26,756	16,963	9,793
Supplies and Materials	8,360	625	8,985	8,270	715
Miscellaneous Expenditures	12,125	(1,434)	10,691	6,643	4,048
Total Central Services	493,642	(948)	492,694	477,328	15,366
Admin. Info. Tech.					
Salaries	180,324	85	180,409	180,404	5
Purchased Technical Services	65,365	2,989	68,354	64,491	3,863
Other Purchased Services	113,423	60,800	174,223	145,749	28,474
Supplies and Materials	3,500	(2,685)	815		815
Total Admin. Info. Tech	362,612	61,189	423,801	390,644	33,157
Required Maintenance for School Facilities					
Salaries	319,725		319,725	284,773	34,952
Cleaning, Repair and Maintenance Services	596,600	199,840	796,440	573,019	223,421
General Supplies	74,000	57,897	131,897	119,268	12,629
Total Required Maintenance for School Facilities	990,325	257,737	1,248,062	977,060	271,002
Custodial Services					
Salaries	57,735		57,735	55,125	2,610
Salaries of Non-Instructional Aides	103,635		103,635	97,263	6,372
Purchased Professional and Technical Services	4,350		4,350	2,100	2,250
Cleaning, Repair, & Maintenance Services	980,132		980,132	928,118	52,014
Other Purchased Property Services	71,400	4,840	76,240	61,336	14,904
Insurance	129,300	3,330	132,630	96,151	36,479
Miscellaneous Purchased Services	3,050	6,430	9,480	9,160	320
General Supplies	173,000	19,504	192,504	110,421	82,083
Energy (Natural Gas)	492,193		492,193	271,615	220,578
Energy (Electricity)	548,624		548,624	508,066	40,558
Other Objects	3,925	(1,500)	2,425	2,425	-
Total Custodial Services	2,567,344	32,604	2,599,948	2,141,780	458,168
Total Operation and Maintenance of Plant Services	3,557,669	290,341	3,848,010	3,118,840	729,170

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Adjustments/ Transfers	Modified Budget	Actual Revenue/ Appropriations	Variance
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Care and Upkeep of Grounds					
Cleaning, Repair and Maintenance Svc.	\$ 37,995		\$ 37,995	\$ 31,792	\$ 6,203
Total Care and Upkeep of Grounds	37,995	-	37,995	31,792	6,203
Student Transportation Services					
Salaries for Pupil Transportation (Between Home & School) - Special	34,484		34,484	34,151	333
Management Fee - ESC & CTSA Trans. Prog.	6,400		6,400	4,978	1,422
Other Purchased Professional and Technical Services	425	\$ 4,000	4,425	4,285	140
Cleaning, Repair & Maintenance Services	2,200		2,200		2,200
Contracted Services(Other Than Between Home and School)-Vendors	7,790		7,790	3,845	3,945
Contracted Services(Btw. Home and Sch.)-Jt. Agreement	247,841	(47,000)	200,841	199,966	875
Contracted Services(Special Ed Students)-Joint Agreements	371,700		371,700	259,145	112,555
Contracted Services - Aid in Lieu of Payments	79,300	(4,000)	75,300	44,313	30,987
Miscellaneous Purchased Services - Transportation	2,100	70	2,170	2,166	4
General Supplies	50		50		50
Transportation Supplies	5,100	(70)	5,030	4,654	376
Miscellaneous Expenditures	960		960	561	399
Total Student Transportation Services	758,350	(47,000)	711,350	558,064	153,286
Unallocated Employee Benefits					
Social Security Contributions	293,112		293,112	292,772	340
Other Retirement Contributions - PERS	331,300	(1,825)	329,475	286,656	42,819
Other Retirement Contributions - Regular	5,000	1,825	6,825	4,836	1,989
Unemployment Compensation	210,031	125,000	335,031	335,031	
Workers Compensation	253,200	(1,000)	252,200	162,148	90,052
Health Benefits	3,779,713	(123,492)	3,656,221	3,496,668	159,553
Tuition Reimbursements	60,000		60,000	31,332	28,668
Other Employee Benefits	72,480		72,480	17,884	54,596
Total Unallocated Employee Benefits	5,004,836	508	5,005,344	4,627,327	378,017
On Behalf TPAF Pension-Post Retirement Medical Contribution (Non-Budgeted)				1,024,674	(1,024,674)
On Behalf TPAF Pension - (Non-Budgeted)				49,399	(49,399)
Reimbursed TPAF Social Security Contributions (Nonbudgeted)				1,239,794	(1,239,794)
On Behalf TPAF Pension - Normal (Non-Budgeted)				460,323	(460,323)
Total On Behalf TPAF Benefits (Non Budgeted)	-	-	-	2,774,190	(2,774,190)
Total Undistributed Expenditures	17,921,178	417,120	18,338,298	19,280,691	(942,393)
Total Current Expenditures	32,912,849	378,697	33,291,546	34,619,785	(1,328,239)

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Adjustments/ Transfers</u>	<u>Modified Budget</u>	<u>Actual Revenue/ Appropriations</u>	<u>Variance</u>
CAPITAL OUTLAY					
Equipment					
Special Education - Instruction					
Autism		\$ 2,600	\$ 2,600	\$ 2,600	
Undistributed					
School Administration		16,585	16,585	16,585	
Admin. Info. Technology		167,109	167,109	58,935	\$ 108,174
Custodial Services		179,542	179,542	179,542	
Total Equipment	<u>-</u>	<u>365,836</u>	<u>365,836</u>	<u>257,662</u>	<u>108,174</u>
Facilities Acquisition and Construction Services					
Architectural/Engineering Services		77,202	77,202	56,368	20,834
Purchased Professional and Technical Services		500	500	364	136
Construction Services	\$ 424,500	(18,540)	405,960	329,252	76,708
Other Objects	46,477	17,025	63,502	46,477	17,025
Total Facilities Acquisition and Construction Services	<u>470,977</u>	<u>76,187</u>	<u>547,164</u>	<u>432,461</u>	<u>114,703</u>
Total Capital Outlay	<u>470,977</u>	<u>442,023</u>	<u>913,000</u>	<u>690,123</u>	<u>222,877</u>
Total Expenditures	<u>33,383,826</u>	<u>820,720</u>	<u>34,204,546</u>	<u>35,309,908</u>	<u>(1,105,362)</u>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	<u>(1,055,903)</u>	<u>(819,212)</u>	<u>(1,875,115)</u>	<u>229,365</u>	<u>2,104,480</u>
Other Financing Sources (Uses)					
Operating Transfers Out:					
Transfer to Cover Deficit - Pay to Participate	(32,100)	-	(32,100)	(32,100)	-
Capital Lease Proceeds (Non Budget)	-	-	-	618,025	618,025
Total Other Financing Sources (Uses)	<u>(32,100)</u>	<u>-</u>	<u>(32,100)</u>	<u>585,925</u>	<u>618,025</u>
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	<u>(1,088,003)</u>	<u>(819,212)</u>	<u>(1,907,215)</u>	<u>815,290</u>	<u>2,722,505</u>
Fund Balances, Beginning of Year	<u>4,047,070</u>	<u>-</u>	<u>4,047,070</u>	<u>4,047,070</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 2,959,067</u>	<u>\$ (819,212)</u>	<u>\$ 2,139,855</u>	<u>\$ 4,862,360</u>	<u>\$ 2,722,505</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Original Budget</u>	<u>Adjustments/ Transfers</u>	<u>Modified Budget</u>	<u>Actual Revenue/ Appropriations</u>	<u>Variance</u>
<u>Recapitulation</u>					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's				\$ 600,000	
Reserve for Excess Surplus				800,000	
Capital Reserve				1,687,198	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				528,277	
Year-end Encumbrances				521,084	
Unassigned Fund Balance				<u>725,801</u>	
				4,862,360	
Reconciliation to Governmental Fund Statement (GAAP)					
State Aid Payments Not Recognized on GAAP Basis				<u>(116,930)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u>\$ 4,745,430</u>	

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND-EDUCATION JOBS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Adjustments/ Transfers</u>	<u>Modified Budget</u>	<u>Actual Revenue/ Appropriations</u>	<u>Variance</u>
REVENUES					
Federal Sources					
Education Jobs Fund	\$ 48,133	\$ 1,508	\$ 49,641	\$ 49,641	-
Total Federal Sources	<u>48,133</u>	<u>1,508</u>	<u>49,641</u>	<u>49,641</u>	<u>-</u>
Total Revenues	<u>48,133</u>	<u>1,508</u>	<u>49,641</u>	<u>49,641</u>	<u>-</u>
CURRENT EXPENDITURES					
Unallocated Employee Benefits					
Health Benefits	<u>48,133</u>	<u>1,508</u>	<u>49,641</u>	<u>49,641</u>	<u>-</u>
Total Unallocated Employee Benefits	<u>48,133</u>	<u>1,508</u>	<u>49,641</u>	<u>49,641</u>	<u>-</u>
Total Undistributed Expenditures	<u>48,133</u>	<u>1,508</u>	<u>49,641</u>	<u>49,641</u>	<u>-</u>
Total Current Expenditures	<u>\$ 48,133</u>	<u>\$ 1,508</u>	<u>\$ 49,641</u>	<u>\$ 49,641</u>	<u>-</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Final to Actual (Unfavorable)</u>
REVENUES					
Intergovernmental					
State	\$ 246,090	\$ 37,562	\$ 283,652	\$ 249,469	\$ (34,183)
Federal	478,130	91,263	569,393	563,792	(5,601)
Local Sources					
Miscellaneous	-	18,682	18,682	11,367	(7,315)
Total Revenues	<u>724,220</u>	<u>147,507</u>	<u>871,727</u>	<u>824,628</u>	<u>(47,099)</u>
EXPENDITURES					
Instruction					
Purchased Professional/Educational Services		9,000	9,000	5,599	3,401
Other Purchased Services	373,640	71,910	445,550	445,550	-
General Supplies		8,081	8,081	4,438	3,643
Textbooks	22,470	(1,060)	21,410	21,068	342
Total Instruction	<u>396,110</u>	<u>87,931</u>	<u>484,041</u>	<u>476,655</u>	<u>7,386</u>
Support Services					
Purchased Professional/Technical Services	53,110	23,505	76,615	74,947	1,668
Purchased Professional/Educational Services	260,230	38,948	299,178	262,812	36,366
Other Purchased Professional Services	8,290	(8,290)		-	-
Other Purchased Services	6,480	2,446	8,926	7,518	1,408
Supplies and Materials	-	2,967	2,967	2,696	271
Total Support Services	<u>328,110</u>	<u>59,576</u>	<u>387,686</u>	<u>347,973</u>	<u>39,713</u>
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
Building				-	-
Equipment	-	-	-	-	-
Total Facilities Acquisition and Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>724,220</u>	<u>147,507</u>	<u>871,727</u>	<u>824,628</u>	<u>47,099</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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 certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration of the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules (Exhibits C-1 & C-2)	\$ 35,539,273	\$ 824,628
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized (prior year)		34,328
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized (current year)		(4,196)
State Aid payment recognized for GAAP Statements not recognized for budgetary purposes (prior year)	144,204	
State Aid payments recognized for budgetary purposes not recognized for GAAP statements (current year)	<u>(116,930)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 35,566,547</u>	<u>\$ 854,760</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 35,309,908	\$ 824,628
Differences - Budget to GAAP		
Encumbrances for goods and services ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the goods and services are received for financial reporting purposes (prior year).		34,328
Encumbrances for goods and services ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the goods and services are received for financial reporting purposes (current year).	<u>-</u>	<u>(4,196)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 35,309,908</u>	<u>\$ 854,760</u>

SCHOOL LEVEL SCHEDULES

EXHIBITS D-1, D-2 AND D-3

NOT APPLICABLE

SPECIAL REVENUE FUND

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Title II - Part A	IDEA Part B- Basic	IDEA Part B- Preschool	IDEA Part B- Basic ARRA	IDEA Part B- Preschool ARRA	Local Programs	Total Exhibit E-1 Page 2	Total 2012
REVENUES								
Intergovernmental								
Federal	39,772	489,658	24,343	5,586	1,908	11,367	563,792	
Local	-	-	-	-	-	-	249,469	11,367
State	-	-	-	-	-	-	-	249,469
Total Revenues	39,772	489,658	24,343	5,586	1,908	11,367	249,469	824,628
EXPENDITURES								
Instruction								
Salaries of Teachers								
Purchased Prof. & Educ. Svcs.		422,886	22,664			5,599		5,599
Other Purchased Service					998	3,440		4,438
General Supplies								21,068
Textbooks								
Total Instruction	-	422,886	22,664	-	998	9,039	21,068	476,655
Support Services								
Purchased Professional/Technical Services	34,411	66,772	1,679	5,586	910			74,947
Purchased Professional/Educational Services							228,401	262,812
Other Purchased Professional Services	5,361							7,518
Supplies and Materials						2,328		2,696
Total Support Services	39,772	66,772	1,679	5,586	910	2,328	228,401	347,973
CAPITAL OUTLAY								
Facilities Acquisition								
and Construction Services								
Building								
Equipment								
Total Facilities Acquisition and Construction Services	-	-	-	-	-	-	-	-
Total Expenditures	39,772	489,658	24,343	5,586	1,908	11,367	249,469	824,628

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Non-Public Supplemental Instruction	Non-Public Examination and Classification	Non-Public Corrective Speech	Non-Public Textbooks	Non-Public Nursing	Non-Public Comp. Education	Non-Public ESL	Non-Public Transportation	Total Exhibit E-1 Page 2
REVENUES									
Intergovernmental									
Federal									
Local									
State	\$ 26,868	\$ 33,493	\$ 13,585	\$ 21,068	\$ 30,093	\$ 107,019	\$ 1,207	\$ 16,136	\$ 249,469
Total Revenues	\$ 26,868	\$ 33,493	\$ 13,585	\$ 21,068	\$ 30,093	\$ 107,019	\$ 1,207	\$ 16,136	\$ 249,469
EXPENDITURES									
Instruction									
Textbooks	-	-	-	\$ 21,068	-	-	-	-	\$ 21,068
Total Instruction	-	-	-	\$ 21,068	-	-	-	-	\$ 21,068
Support Services									
Purchased Professional/Technical Services									
Purchased Professional/Educational Services	\$ 26,868	\$ 33,493	\$ 13,585		\$ 30,093	\$ 107,019	\$ 1,207	\$ 16,136	\$ 228,401
Other Purchased Professional Service									
Travel									
Other Purchased Services									
Supplies and Materials									
Total Support Services	\$ 26,868	\$ 33,493	\$ 13,585		\$ 30,093	\$ 107,019	\$ 1,207	\$ 16,136	\$ 228,401
Total Expenditures	\$ 26,868	\$ 33,493	\$ 13,585	\$ 21,068	\$ 30,093	\$ 107,019	\$ 1,207	\$ 16,136	\$ 249,469

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID
SCHEDULE OF EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOT APPLICABLE

CAPITAL PROJECTS FUND

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 CAPITAL PROJECTS FUND
 SUMMARY STATEMENT OF PROJECT EXPENDITURES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

<u>Issue/Project Title</u>	<u>Appropriations</u>	<u>Transfers - Net</u>	<u>Expenditures</u>			<u>Transferred to Debt Service</u>	<u>Balance June 30, 2012</u>
			<u>Prior Years</u>	<u>Current Year</u>	<u>to Date</u>		
Lincoln School Construction and Additions	\$ 3,003,895	\$ 32,763	\$ 2,823,136	\$ 164,231	\$ 49,291	\$ 49,291	
Coolidge School Construction and Additions	3,224,318	85,513	3,054,449	237,390	17,992	17,992	
Eisenhower School Construction and Additions	17,662,584	(315,467)	17,347,117	-	-	-	
Washington School Construction and Additions	4,708,934	98,413	4,513,880	167,554	125,913	125,913	
Sicomac School Construction and Additions	6,310,935	98,778	6,040,283	243,901	125,529	125,529	
School Energy Savings Project	3,849,944	-	3,831,713	-	18,231	-	
	<u>\$ 38,760,610</u>	<u>\$ -</u>	<u>\$ 37,610,578</u>	<u>\$ 813,076</u>	<u>\$ 18,231</u>	<u>\$ 318,725</u>	

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2012**

REVENUES AND OTHER FINANCING SOURCES	
Interest on Investments	\$ <u>63</u>
 Total Revenues and Other Financing Sources	 <u>63</u>
EXPENDITURES AND OTHER FINANCING USES	
Purchased Professional and Technical Services	17,983
Construction Services	<u>795,093</u>
 Total Expenditures and Other Financing Uses	 <u>813,076</u>
Operating Transfers:	
Transfer to Debt Service Fund	<u>(18,294)</u>
 Total Other Financing Sources (Uses)	 <u>(18,294)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(831,307)
Fund Balance, Beginning of Year	<u>1,150,032</u>
Fund Balance - End of Year	<u>\$ 318,725</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
LINCOLN SCHOOL CONSTRUCTION AND ADDITIONS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Revised</u> <u>Authorized</u> <u>Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Bond Proceeds	\$ 2,472,539		\$ 2,472,539	\$ 2,472,539
Other - Refunds/Cancelled Payables	138,174		138,174	
Transfer from Eisenhower School		\$ 32,763	32,763	32,763
State Sources - SCC Grant	<u>531,356</u>	<u>-</u>	<u>531,356</u>	<u>531,356</u>
 Total Revenues	 <u>3,142,069</u>	 <u>32,763</u>	 <u>3,174,832</u>	 <u>3,036,658</u>
 EXPENDITURES AND OTHER FINANCING USES				
Purchased Professional and Technical Services	310,490	745	311,235	282,360
Construction Services	2,650,366	163,486	2,813,852	2,754,298
Other Objects	<u>454</u>	<u>-</u>	<u>454</u>	<u>-</u>
 Total Expenditures and other Financing Uses	 <u>2,961,310</u>	 <u>164,231</u>	 <u>3,125,541</u>	 <u>3,036,658</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 180,759</u>	 <u>\$ (131,468)</u>	 <u>\$ 49,291</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5920-010-04-00PN
Grant Date	10/29/2004
Bond Authorization Date	12/13/2004
Bonds Authorized	1,933,246
Bonds Issued	1,933,246
Loans Authorized	N/A
Loans Issued	N/A
Original Authorized Cost	2,464,602
Additional Authorized Cost	572,056
Revised Authorized Cost	3,036,658
 Percentage Increase over Original Authorized Cost	 23%
Percentage Completion	100%
Original Target Completion Date	Mar-07
Revised Target Completion Date	Jun-09

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
COOLIDGE SCHOOL CONSTRUCTION AND ADDITIONS
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				
Bond Proceeds	\$ 2,714,956		\$ 2,714,956	\$ 2,714,956
Other - Refunds/Cancelled Payables	143,326		143,326	
Transfer from Eisenhower School		\$ 51,513	51,513	51,513
Transfer from Sicomac School		34,000	34,000	34,000
State Sources - SCC Grant	<u>509,362</u>	<u>-</u>	<u>509,362</u>	<u>509,362</u>
 Total Revenues	 <u>3,367,644</u>	 <u>85,513</u>	 <u>3,453,157</u>	 <u>3,309,831</u>
EXPENDITURES AND OTHER FINANCING USES				
Purchased Professional and Technical Services	324,154	7,750	331,904	331,420
Construction Services	2,872,996	229,640	3,102,636	2,978,411
Other Objects	<u>625</u>	<u>-</u>	<u>625</u>	<u>-</u>
 Total Expenditures and other Financing Uses	 <u>3,197,775</u>	 <u>237,390</u>	 <u>3,435,165</u>	 <u>3,309,831</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 169,869</u>	 <u>\$ (151,877)</u>	 <u>\$ 17,992</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5920-010-04-00PO
Grant Date	10/29/2004
Bond Authorization Date	12/13/2004
Bonds Authorized	1,917,038
Bonds Issued	1,917,038
Loans Authorized	N/A
Loans Issued	N/A
Original Authorized Cost	2,426,400
Additional Authorized Cost	883,431
Revised Authorized Cost	3,309,831
 Percentage Increase over Original Authorized Cost	 36%
Percentage Completion	100%
Original Target Completion Date	Mar-07
Revised Target Completion Date	Jun-09

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
EISENHOWER SCHOOL CONSTRUCTION AND ADDITIONS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Revised</u> <u>Authorized</u> <u>Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Bond Proceeds	\$ 13,418,019		\$ 13,418,019	\$ 13,418,019
State Sources - SCC Grant	4,243,836		4,243,836	4,243,836
Other Local Sources	729	-	729	729
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	17,662,584	-	17,662,584	17,662,584
EXPENDITURES AND OTHER FINANCING USES				
Purchase of Equipment	45,770		45,770	
Purchased Professional and Technical Services	2,001,070		2,001,070	1,997,727
Construction Services	15,174,817		15,174,817	15,664,857
Transfer to Lincoln School		\$ 32,763	32,763	
Transfer to Coolidge School		51,513	51,513	
Transfer to Sicomac School		132,778	132,778	
Transfer to Washington School		98,413	98,413	
Other Objects	125,460	-	125,460	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures and other Financing Uses	17,347,117	315,467	17,662,584	17,662,584
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 315,467</u>	<u>\$ (315,467)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5920-010-04-00PP
Grant Date	10/29/2004
Bond Authorization Date	12/13/2004
Bonds Authorized	15,489,613
Bonds Issued	15,488,884
Loans Authorized	N/A
Loans Issued	N/A
Original Authorized Cost	19,733,449
Additional Authorized Cost	(2,070,865)
Revised Authorized Cost	17,662,584

Percentage Increase over Original Authorized

Cost	-10%
Percentage Completion	100%
Original Target Completion Date	Mar-07
Revised Target Completion Date	Jun-09

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
WASHINGTON SCHOOL CONSTRUCTION AND ADDITIONS
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				
Bond Proceeds	\$ 3,883,312		\$ 3,883,312	\$ 3,883,312
Other - Refunds/Cancelled Payables	168,599		168,599	
Transfer from Eisenhower School		\$ 98,413	98,413	98,413
State Sources - SCC Grant	<u>825,622</u>	<u>-</u>	<u>825,622</u>	<u>825,622</u>
 Total Revenues	 <u>4,877,533</u>	 <u>98,413</u>	 <u>4,975,946</u>	 <u>4,807,347</u>
EXPENDITURES AND OTHER FINANCING USES				
Purchased Professional and Technical Services	495,393	1,412	496,805	481,542
Construction Services	4,185,302	166,142	4,351,444	4,325,805
Other Objects	<u>1,784</u>	<u>-</u>	<u>1,784</u>	<u>-</u>
 Total Expenditures and other Financing Uses	 <u>4,682,479</u>	 <u>167,554</u>	 <u>4,850,033</u>	 <u>4,807,347</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 195,054</u>	 <u>\$ (69,141)</u>	 <u>\$ 125,913</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5920-010-04-00PQ
Grant Date	10/29/2004
Bond Authorization Date	12/13/2004
Bonds Authorized	2,955,311
Bonds Issued	2,955,311
Loans Authorized	N/A
Loans Issued	N/A
Original Authorized Cost	3,780,933
Additional Authorized Cost	1,026,414
Revised Authorized Cost	4,807,347
 Percentage Increase over Original Authorized Cost	 27%
Percentage Completion	100%
Original Target Completion Date	Mar-07
Revised Target Completion Date	Jun-09

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
SICOMAC SCHOOL CONSTRUCTION AND ADDITIONS
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Revised</u> <u>Authorized</u> <u>Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Bond Proceeds	\$ 4,843,174		\$ 4,843,174	\$ 4,843,174
Other - Refunds/Cancelled Payables	197,249		197,249	
Transfer from Eisenhower School		\$ 132,778	132,778	132,778
State Sources - SCC Grant	1,467,761	-	1,467,761	1,467,761
	<u>6,508,184</u>	<u>132,778</u>	<u>6,640,962</u>	<u>6,443,713</u>
EXPENDITURES AND OTHER FINANCING USES				
Purchased Professional and Technical Services	712,341	8,076	720,417	793,084
Construction Services	5,474,809	235,825	5,710,634	5,650,629
Transfer to Coolidge School		34,000	34,000	
Other Objects	50,382	-	50,382	-
	<u>6,237,532</u>	<u>277,901</u>	<u>6,515,433</u>	<u>6,443,713</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>\$ 270,652</u>	<u>\$ (145,123)</u>	<u>\$ 125,529</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5920-010-04-00PR
Grant Date	10/29/2004
Bond Authorization Date	12/13/2004
Bonds Authorized	5,037,521
Bonds Issued	5,037,521
Loans Authorized	N/A
Loans Issued	N/A
Original Authorized Cost	6,505,282
Additional Authorized Cost	(61,569)
Revised Authorized Cost	6,443,713

Percentage Increase over Original Authorized

Cost	-1%
Percentage Completion	100%
Original Target Completion Date	Mar-07
Revised Target Completion Date	Jun-09

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
SCHOOL ENERGY SAVINGS PROJECT
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Revised</u> <u>Authorized</u> <u>Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Bond Proceeds	\$ 3,535,000		\$ 3,535,000	\$ 3,535,000
Capital Reserve	35,000		35,000	35,000
Premium on Bonds	<u>279,944</u>	<u>-</u>	<u>279,944</u>	<u>279,944</u>
 Total Revenues	 <u>3,849,944</u>	 <u>-</u>	 <u>3,849,944</u>	 <u>3,849,944</u>
 EXPENDITURES AND OTHER FINANCING USES				
Purchased Professional and Technical Services	119,536		119,536	123,537
Construction Services	3,712,177		3,712,177	3,661,477
Contingency	-		-	64,930
Transfer to Debt Service Fund	<u>-</u>	<u>\$ 18,231</u>	<u>18,231</u>	<u>-</u>
 Total Expenditures and other Financing Uses	 <u>3,831,713</u>	 <u>18,231</u>	 <u>3,849,944</u>	 <u>3,849,944</u>
 Excess (deficiency) of Revenues over (under) Expenditures	 <u>\$ 18,231</u>	 <u>\$ (18,231)</u>	 <u>\$ -</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	2/23/2010
Bonds Authorized	3,535,000
Bonds Issued	3,535,000
Loans Authorized	N/A
Loans Issued	N/A
Original Authorized Cost	3,535,000
Additional Authorized Cost	314,944
Revised Authorized Cost	3,849,944
 Percentage Increase over Original Authorized	
Cost	9%
Percentage Completion	100%
Original Target Completion Date	N/A
Revised Target Completion Date	N/A

ENTERPRISE FUNDS

**WYCKOFF BOARD OF EDUCATION
 ENTERPRISE FUNDS - NON MAJOR
 STATEMENT OF NET ASSETS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Pay To Participate</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ <u>20,742</u>
Total Current Assets	<u>20,742</u>
 LIABILITIES	
Current Liabilities	
Accounts Payable	<u>4,383</u>
Total Current Liabilities	<u>4,383</u>
 NET ASSETS	
Unrestricted	<u>16,359</u>
Total Net Assets	<u>\$ 16,359</u>

**WYCKOFF BOARD OF EDUCATION
 ENTERPRISE FUNDS - NONMAJOR
 STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN NET ASSETS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Pay To Participate</u>
OPERATING REVENUES	
Charges for Services	
Program Fees	\$ 17,079
Total Operating Revenues	17,079
 OPERATING EXPENSES	
Salaries and Employee Benefits	21,315
Purchased Professional Services	11,943
Supplies and Materials	6,998
Total Operating Expenses	40,256
Operating Loss	(23,177)
Net Loss Before Operating Transfers	(23,177)
Operating Transfers	
Operating Transfers In	32,100
Change in Net Assets	8,923
Total Net Assets, Beginning of Year	7,436
Total Net Assets, End of Year	\$ 16,359

**WYCKOFF BOARD OF EDUCATION
 ENTERPRISE FUNDS - NONMAJOR
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Pay To Participate</u>
Cash Flows from Operating Activities	
Receipts from Customers	\$ 17,079
Payments for Employees' Salaries and Benefits	(21,315)
Payments to Suppliers for Goods and Services	<u>(14,558)</u>
Net Cash Used by Operating Activities	<u>(18,794)</u>
Cash Flows from Noncapital Financing Activities	
Cash Received from Other Funds	<u>32,100</u>
Net Cash Provided by Noncapital Financing Activities	<u>32,100</u>
Net Increase in Cash and Cash Equivalents	13,306
Cash and Cash Equivalents, Beginning of Year	<u>7,436</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 20,742</u></u>
Reconciliation of Operating Loss to Net Cash Used by Operating Activities	
Operating Loss	\$ <u>(23,177)</u>
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities	
Change in Assets and Liabilities	
Increase/(Decrease) in Accounts Payable	<u>4,383</u>
Total Adjustments	<u>4,383</u>
Net Cash Used by Operating Activities	<u><u>\$ (18,794)</u></u>

FIDUCIARY FUNDS

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 FIDUCIARY FUNDS
 STATEMENT OF AGENCY NET ASSETS
 AS OF JUNE 30, 2012**

	<u>Agency</u>		
	<u>Student</u>		
	<u>Activity</u>	<u>Payroll</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 33,731	\$ 36,344	\$ 70,075
Total Assets	<u>\$ 33,731</u>	<u>\$ 36,344</u>	<u>\$ 70,075</u>
LIABILITIES			
Liabilities			
Accrued Salaries and Wages		\$ 22	\$ 22
Payroll Deductions and Withholdings		36,322	36,322
Due to Other Funds	\$ 792		792
Payable to Student Groups	<u>32,939</u>	<u>-</u>	<u>32,939</u>
Total Liabilities	<u>\$ 33,731</u>	<u>\$ 36,344</u>	<u>\$ 70,075</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

THIS STATEMENT IS NOT APPLICABLE
FINANCIAL STATEMENT IS PRESENTED ON EXHIBIT B-8

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Balance, July 1, <u>2011</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Balance, June 30, <u>2012</u>
ELEMENTARY SCHOOLS				
Calvin Coolidge	\$ 5,224	\$ 19,383	\$ 21,784	\$ 2,823
Abraham Lincoln	7,357	17,448	17,895	6,910
George Washington	5,025	23,807	28,797	35
Dwight D. Eisenhower	3,718	336,206	319,856	20,068
Sicomac	<u>5,625</u>	<u>14,734</u>	<u>16,464</u>	<u>3,895</u>
 Total	 <u>\$ 26,949</u>	 <u>\$ 411,578</u>	 <u>\$ 404,796</u>	 <u>\$ 33,731</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PAYROLL AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Balance, July 1, <u>2011</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Balance, June 30, <u>2012</u>
Accrued Salaries and Wages		\$ 12,954,232	\$ 12,954,210	\$ 22
Payroll Deductions and Withholdings	\$ 17,171	<u>9,607,016</u>	<u>9,587,865</u>	<u>36,322</u>
Total Liabilities	<u>\$ 17,171</u>	<u>\$ 22,561,248</u>	<u>\$ 22,542,075</u>	<u>\$ 36,344</u>

LONG-TERM DEBT

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

<u>Issue</u>	<u>Date of Bonds</u>	<u>Amount of Bonds</u>	<u>Annual Maturities Date</u>	<u>Annual Maturities Amount</u>	<u>Interest Rate</u>	<u>Balance July 1, 2011</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2012</u>
General Obligation Bonds	4/1/2005	\$ 27,332,000	9/1/2012	\$ 14,591	3.00%				
			3/1/2013	729,684	3.25%				
			9/1/2013	7,713	3.25%				
			3/1/2014	742,763	3.40%				
			3/1/2015	760,000	3.60%				
			3/1/2016	790,000	3.70%				
			4/1/2026	1,280,000	5.00%				
			4/1/2027	1,345,000	5.00%				
			4/1/2028	1,415,000	5.00%				
			4/1/2029	1,485,000	5.00%				
			4/1/2030	1,560,000	5.00%				
			4/1/2031	1,635,000	5.00%				
			4/1/2032	1,720,000	5.00%				
						\$ 23,315,537	-	\$ 9,830,786	\$ 13,484,751
						23,315,537	-	9,830,786	13,484,751

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

<u>Issue</u>	<u>Date of Bonds</u>	<u>Amount of Bonds</u>	<u>Annual Maturities Date</u>	<u>Annual Maturities Amount</u>	<u>Interest Rate</u>	<u>Balance July 1, 2011</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2012</u>
School Energy Saving Obligation Bonds	3/4/2010	\$ 3,535,000	3/15/2013	\$ 175,000	3.143%				
			3/15/2014	185,000	2.00%				
			3/15/2015	195,000	4.00%				
			3/15/2016	195,000	2.125%				
			3/15/2017	205,000	4.50%				
			3/15/2018	220,000	5.00%				
			3/15/2019	235,000	5.00%				
			3/15/2020	255,000	5.00%				
			3/15/2021	270,000	5.00%				
			3/15/2022	295,000	4.00%				
			3/15/2023	310,000	4.00%				
			3/15/2024	330,000	4.00%				
			3/15/2025	350,000	4.00%	\$ 3,385,000	\$ 9,485,000	\$ 165,000	\$ 3,220,000
Refunding School Bonds	2/8/2012	9,485,000	4/1/2013	45,000	2.00%				
			4/1/2014	45,000	2.00%				
			4/1/2015	50,000	3.00%				
			4/1/2016	50,000	3.00%				
			4/1/2017	870,000	3.00%				
			4/1/2018	900,000	4.00%				
			4/1/2019	940,000	4.00%				
			4/1/2020	980,000	4.00%				
			4/1/2021	1,015,000	4.00%				
			4/1/2022	1,060,000	4.00%				
			4/1/2023	1,105,000	3.00%				
			4/1/2024	1,135,000	3.125%				
			4/1/2025	1,165,000	3.25%				
							\$ 9,485,000	125,000	9,360,000
						\$ 26,700,537	\$ 9,485,000	\$ 10,120,786	\$ 26,064,751
						Refunded		\$ 9,095,000	
						Paid		1,025,786	
									\$ 10,120,786

**WYCKOFF BOARD OF EDUCATION
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Interest Rate Payable	Amount of Original Issue	Balance, July 1, 2011	Increased	Retired	Balance, June 30, 2012
Apple Computers	1.90 %	\$ 426,345	\$	\$ 426,345	\$ 109,614	\$ 316,731
Apple Computers	1.90 %	191,680	-	191,680	65,100	126,580
			\$	\$ 618,025	\$ 174,714	\$ 443,311

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
REVENUES					
Local Sources					
Local Tax Levy	\$ 1,813,068		\$ 1,813,068	\$ 1,813,068	
Miscellaneous	-	-	-	18,173	\$ 18,173
Total Revenues	<u>1,813,068</u>	<u>-</u>	<u>1,813,068</u>	<u>1,831,241</u>	<u>18,173</u>
EXPENDITURES					
Regular Debt Service					
Interest on Bonds	1,077,482	\$ (125,000)	952,482	874,417	78,065
Redemption of Principal	735,786	125,000	860,786	860,786	
Bond Issuance Costs				130,023	(130,023)
Advance Refunding Escrow	-	-	-	1,521,173	(1,521,173)
Total Expenditures	<u>1,813,268</u>	<u>-</u>	<u>1,813,268</u>	<u>3,386,399</u>	<u>(1,573,131)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(200)</u>	<u>-</u>	<u>(200)</u>	<u>(1,555,158)</u>	<u>(1,554,958)</u>
Other Financing Sources (Uses)					
Payment to Refunded Bond Escrow Agent				(9,095,000)	\$ (9,095,000)
Refunded Bonds Issued				9,485,000	9,485,000
Premium Issued				1,261,196	1,261,196
Operating Transfers In-Capital Projects Fund	-	-	-	18,294	18,294
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,669,490</u>	<u>1,669,490</u>
Excess (Deficiency) of Revenues Over/ (Under) Expenditures and Other Financing Sources	<u>(200)</u>	<u>-</u>	<u>(200)</u>	<u>114,332</u>	<u>114,532</u>
Fund Balance, Beginning of Year	<u>512</u>	<u>-</u>	<u>512</u>	<u>512</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 312</u>	<u>\$ -</u>	<u>\$ 312</u>	<u>\$ 114,844</u>	<u>\$ 114,532</u>
<u>Recapitulation of Fund Balance, End of Year</u>					
Restricted for Debt Service:					
Designated for Subsequent Year's Expenditures				\$ 78,376	
Available for Future Debt Service Expenditures				<u>36,468</u>	
				<u>\$ 114,844</u>	

STATISTICAL SECTION

This part of the Wyckoff Township Public Schools' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

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

J-6 to J-9

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government'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 government's financial activities take place.

J-14 and J-15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government 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 for the relevant year.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Invested in capital assets, net of related debt	\$ 4,047,170	\$ 4,459,499	\$ 5,607,823	\$ 6,904,694	\$ 12,854,454	\$ 15,320,545	\$ 15,701,360	\$ 16,230,373	\$ 16,790,117	\$ 17,018,359
Restricted	926,063	1,599,124	865,791	1,422,655	1,287,639	828,280	407,178	551,134	1,063,083	1,802,082
Unrestricted	632,563	944,628	625,614	715,379	1,384,893	1,025,897	579,150	664,442	1,317,934	1,155,208
Total governmental activities net assets	\$ 5,605,796	\$ 7,003,251	\$ 7,099,228	\$ 9,042,728	\$ 15,526,986	\$ 17,174,722	\$ 16,687,688	\$ 17,445,949	\$ 19,171,134	\$ 19,975,649
Business-type activities										
Invested in capital assets, net of related debt	\$ 4,031	\$ 3,678	\$ 7,267	\$ 16,956	\$ 15,087	\$ 15,448	\$ 31,563	\$ 27,420	\$ 44,871	\$ 66,605
Unrestricted	39,481	31,975	38,388	68,277	48,321	20,228	109,271	171,448	195,463	209,384
Total business-type activities net assets	\$ 43,512	\$ 37,653	\$ 45,655	\$ 85,233	\$ 63,408	\$ 35,676	\$ 140,834	\$ 198,868	\$ 240,334	\$ 275,989
District-wide										
Invested in capital assets, net of related debt	\$ 4,051,201	\$ 4,463,177	\$ 5,615,090	\$ 6,921,650	\$ 12,869,541	\$ 15,335,993	\$ 15,732,923	\$ 16,257,793	\$ 16,834,988	\$ 17,084,964
Restricted	926,063	1,599,124	865,791	1,422,655	1,287,639	828,280	407,178	551,134	1,063,083	1,802,082
Unrestricted	672,044	978,603	664,002	783,656	1,433,214	1,046,125	688,421	835,890	1,513,397	1,364,592
Total district net assets	\$ 5,649,308	\$ 7,040,904	\$ 7,144,883	\$ 9,127,961	\$ 15,590,394	\$ 17,210,398	\$ 16,828,522	\$ 17,644,817	\$ 19,411,468	\$ 20,251,638

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities										
Instruction										
Regular	\$ 11,562,242	\$ 12,418,454	\$ 13,497,131	\$ 14,486,646	\$ 15,656,963	\$ 16,107,476	\$ 16,213,690	\$ 15,612,686	\$ 15,253,285	\$ 16,760,883
Special education	3,002,270	3,408,854	3,366,986	3,398,382	4,166,702	4,200,068	4,239,066	4,811,413	4,980,748	4,856,816
Other instruction	420,216	443,249	586,570	606,690	583,710	574,986	624,896	647,680	741,256	846,425
School Sponsored Activities and Athletics	377,009	151,741	113,203	105,633	134,140	107,814	95,277	127,192	86,636	97,696
Support Services:										
Student and instruction related services	3,123,425	3,771,067	4,004,019	4,334,954	3,920,047	4,903,610	5,046,705	5,477,874	5,545,911	5,662,930
General administration	763,384	861,656	649,172	741,115	698,394	855,159	856,194	857,667	882,832	1,020,344
School Administration services	1,586,528	1,733,809	1,694,101	1,757,466	2,268,367	2,194,607	2,119,189	2,077,251	2,052,365	2,150,883
Business/Central Services	455,206	514,903	668,690	683,376	706,712	802,745	1,031,778	1,055,028	1,055,028	1,070,426
Plant operations and maintenance	2,383,061	2,408,644	2,807,809	3,030,062	2,895,583	3,108,693	3,060,062	3,711,759	3,620,660	3,595,224
Pupil transportation	679,411	773,239	760,404	707,844	660,411	779,720	751,115	802,943	638,874	571,434
Interest on long-term debt	53,475	39,675	541,092	1,214,411	1,163,850	1,163,850	1,046,499	1,113,979	1,187,399	889,290
Total governmental activities expenses	<u>24,406,227</u>	<u>26,527,291</u>	<u>28,683,177</u>	<u>31,070,704</u>	<u>32,817,980</u>	<u>34,798,728</u>	<u>35,530,471</u>	<u>36,071,485</u>	<u>36,044,594</u>	<u>37,522,151</u>
Business-type activities:										
Food service	314,617	324,162	332,372	339,707	337,524	366,476	340,179	401,985	436,633	453,492
Summer enrichment program	34,838	34,838	34,856	37,340	44,867	28,572	26,604	25,421	15,073	32,311
Pay to Participate	359,000	359,000	367,228	377,047	382,391	395,048	366,783	427,406	488,280	526,250
Total business-type activities expense	<u>708,455</u>	<u>727,000</u>	<u>734,456</u>	<u>754,187</u>	<u>764,302</u>	<u>789,696</u>	<u>733,524</u>	<u>854,812</u>	<u>940,086</u>	<u>1,012,053</u>
Total district expenses	<u>25,114,682</u>	<u>27,254,291</u>	<u>29,417,633</u>	<u>31,824,891</u>	<u>33,582,282</u>	<u>35,588,424</u>	<u>36,264,095</u>	<u>36,926,300</u>	<u>36,984,680</u>	<u>38,534,204</u>
Program Revenues										
Governmental activities:										
Charges for services:										
Special education	\$ 115,320	\$ 114,986	\$ 27,553	\$ 4,243,760	\$ 5,228,939	\$ 5,000	\$ 76,376	\$ 81,271	\$ 150,871	\$ 117,912
Operating grants and contributions	3,456,621	3,673,915	3,944,108	4,245,760	4,580,985	4,901,736	4,580,985	4,901,736	3,735,795	4,442,219
Capital grants and contributions	93,483	49,133	378,690	4,594,100	4,594,100	1,918,210	6,974	501	9,631	109,234
Total governmental activities program revenues	<u>3,665,424</u>	<u>3,838,034</u>	<u>4,350,351</u>	<u>13,183,620</u>	<u>14,403,024</u>	<u>11,919,946</u>	<u>11,358,335</u>	<u>12,783,508</u>	<u>9,896,297</u>	<u>14,669,365</u>
Business-type activities:										
Charges for services:										
Food service	239,653	247,219	297,243	282,819	293,704	296,226	397,550	418,821	443,106	452,670
Summer enrichment program	32,851	32,851	22,010	50,872	39,290	36,496	41,390	31,325	15,800	20,764
Pay to Participate	28,919	28,244	34,876	32,386	27,140	33,754	32,749	35,079	12,546	17,079
Operating grants and contributions	268,572	308,314	354,129	366,077	360,134	366,476	471,689	485,225	38,324	38,500
Total business-type activities program revenues	<u>569,995</u>	<u>616,628</u>	<u>686,138</u>	<u>728,097</u>	<u>680,368</u>	<u>736,950</u>	<u>872,368</u>	<u>910,479</u>	<u>727,782</u>	<u>737,073</u>
Total district program revenues	<u>4,235,419</u>	<u>4,454,662</u>	<u>5,036,489</u>	<u>13,911,717</u>	<u>15,083,392</u>	<u>12,656,901</u>	<u>12,230,703</u>	<u>13,693,987</u>	<u>10,624,079</u>	<u>15,406,438</u>
Net (Expense)/Revenue										
Governmental activities	\$ (20,740,803)	\$ (22,689,257)	\$ (24,358,826)	\$ (26,086,856)	\$ (22,994,941)	\$ (27,589,082)	\$ (30,866,136)	\$ (31,087,977)	\$ (32,148,697)	\$ (32,852,786)
Business-type activities	(46,045)	(50,686)	(13,099)	(10,970)	(22,257)	(28,572)	(104,906)	(57,819)	21,496	2,854
Total district-wide net expense	<u>\$ (20,786,848)</u>	<u>\$ (22,739,943)</u>	<u>\$ (24,371,925)</u>	<u>\$ (26,097,826)</u>	<u>\$ (23,017,198)</u>	<u>\$ (27,617,654)</u>	<u>\$ (30,971,042)</u>	<u>\$ (31,145,796)</u>	<u>\$ (32,127,201)</u>	<u>\$ (32,849,932)</u>
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 21,595,781	\$ 22,910,181	\$ 23,427,006	\$ 24,852,113	\$ 26,556,246	\$ 27,503,954	\$ 28,977,510	\$ 29,748,276	\$ 31,329,978	\$ 31,799,928
Property Taxes levied for debt service	359,800	346,000	332,200	1,627,722	1,364,678	1,146,461	1,211,935	1,811,218	1,811,718	1,815,068
Unrestricted grants and contributions		146,070	187,255	190,553	193,723	230,145	65,044	163,674		
Donation of Capital Assets			(20,470)	(1,943)	97,318	(2,546)	43,305	(4,305)	(13,168)	(3,079)
Disposal of Capital Assets	7,169	65,646	391,685	1,171,709	(7,668)	318,088	112,180	51,124	56,373	23,163
Investment earnings	166,485	663,515	138,023	240,202	27,321	40,716	12,433	40,902	720,444	56,321
Miscellaneous income		(44,700)	(20,896)	(59,000)					(31,463)	(32,100)
Total governmental activities	<u>22,129,235</u>	<u>24,086,712</u>	<u>24,434,803</u>	<u>28,030,356</u>	<u>29,479,199</u>	<u>29,236,818</u>	<u>30,379,102</u>	<u>31,846,238</u>	<u>33,873,882</u>	<u>33,657,301</u>
Business-type activities:										
Investment earnings	117	127	205	548	432	840	252	215	319	701
Disposal of Capital Assets		44,700	20,896	50,000					(11,812)	
Transfers		117	21,101	50,348	432	840	252	215	319	701
Total business-type activities	<u>22,129,352</u>	<u>24,131,539</u>	<u>24,455,904</u>	<u>28,080,904</u>	<u>29,479,631</u>	<u>29,237,658</u>	<u>30,379,354</u>	<u>31,846,453</u>	<u>33,893,852</u>	<u>33,690,102</u>
Total district-wide	<u>\$ 1,388,432</u>	<u>\$ 1,397,455</u>	<u>\$ 8,002</u>	<u>\$ 1,943,500</u>	<u>\$ 6,484,258</u>	<u>\$ 1,647,736</u>	<u>\$ (87,034)</u>	<u>\$ 758,261</u>	<u>\$ 1,725,185</u>	<u>\$ 804,515</u>
Change in Net Assets	<u>(45,928)</u>	<u>(5,859)</u>	<u>(105,979)</u>	<u>(1,993,078)</u>	<u>(2,532,834)</u>	<u>(27,732)</u>	<u>(105,158)</u>	<u>(81,529)</u>	<u>(31,466)</u>	<u>(35,655)</u>
Business-type activities										
Total district	<u>\$ 1,342,504</u>	<u>\$ 1,391,596</u>	<u>\$ 7,900</u>	<u>\$ 1,943,500</u>	<u>\$ 6,484,258</u>	<u>\$ 1,620,004</u>	<u>\$ (81,529)</u>	<u>\$ 816,296</u>	<u>\$ 1,766,631</u>	<u>\$ 840,170</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

(Unaudited)
 (modified accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 1,134,031	\$ 1,761,446	\$ 1,932,607	\$ 1,981,263	\$ 2,079,060	\$ 1,358,672	\$ 1,647,583	\$ 1,395,124		
Unreserved	1,586,587	1,850,293	861,055	772,163	854,895	1,490,616	909,724	1,359,984		
Nonspendable									\$ 1,786,542	\$ 3,087,198
Restricted									213,783	
Committed									1,275,761	1,049,361
Assigned									626,780	608,871
Unassigned										
Total general fund	\$ 2,720,618	\$ 3,611,739	\$ 2,793,662	\$ 2,753,426	\$ 2,933,955	\$ 2,849,288	\$ 2,557,307	\$ 2,755,108	\$ 3,902,866	\$ 4,745,430
All Other Governmental Funds										
Reserved			\$ 1,313,670	\$ 27,645,398	\$ 7,642,186	\$ 152,204	\$ 151,847	\$ 3,041,690		
Unreserved		\$ 3,806	25,598,972	(2,825,969)	942,891	898,266	266,640	333,173		
Nonspendable										
Restricted										
Committed										
Assigned										
Unassigned									\$ 1,041,310	\$ 433,569
Total all other governmental funds	\$ (5,265)	\$ 3,806	\$ 26,912,642	\$ 24,819,429	\$ 8,585,077	\$ 1,050,470	\$ 418,487	\$ 3,374,863	\$ 1,041,310	\$ 433,569

Beginning with Fiscal Year 2011, the District implemented GASB Statement No. 34, "Fund Balance Reporting and Governmental Fund Type Definitions". The Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. This Statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Reclassification of prior year fund balance amounts to comply with Statement No. 34 is not required.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**
(Unaudited)

(modified accrual basis of accounting)

Fiscal Year Ended June 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Property Tax levy	\$ 21,955,581	\$ 23,256,181	\$ 23,759,206	\$ 26,479,835	\$ 28,120,924	\$ 28,650,415	\$ 30,189,445	\$ 31,559,494	\$ 33,141,696	\$ 33,612,996
Tuition charges	115,320	114,986	27,553				76,376	81,271	150,871	
Interest earnings	7,169	10,635	391,685	1,171,709	1,047,581	318,088	112,180	51,124	56,373	23,163
Miscellaneous	134,386	734,441	196,840	344,069	52,279	64,620	129,428	85,105	834,719	194,247
State sources	3,156,151	3,394,355	3,949,524	4,547,409	9,453,110	6,895,118	3,940,352	4,200,612	2,751,721	3,909,018
Federal sources	375,632	458,848	501,712	523,125	538,694	520,769	595,656	821,096	879,430	622,421
Total revenue	25,744,239	27,969,446	28,826,520	33,066,147	39,212,588	36,449,010	35,043,437	36,798,702	37,814,810	38,361,845
Expenditures										
Instruction										
Regular Instruction	11,367,260	12,271,593	13,267,054	14,233,413	15,454,440	15,449,726	15,033,391	15,018,142	14,452,311	15,971,754
Special education instruction	2,986,489	3,391,344	3,354,783	3,395,710	4,153,024	4,182,509	4,228,558	4,785,484	4,956,889	4,820,677
Other instruction	379,799	443,725	582,767	608,219	595,417	560,414	620,054	658,460	737,413	846,358
School sponsored activities and athletics	350,838	112,096	113,203	105,633	129,329	107,814	95,277	127,192	86,636	97,696
Support Services:										
Student and inst. related services	3,123,425	3,844,358	3,981,934	4,316,836	3,950,179	4,901,048	5,014,289	5,481,099	5,505,279	5,587,169
General administration services	771,358	871,604	661,821	755,922	697,042	833,831	798,878	824,691	825,539	957,543
School administration services	1,580,297	1,744,020	1,692,092	1,757,663	2,235,057	2,175,795	2,124,872	2,075,964	2,055,952	2,145,544
Business/Central services	452,544	516,310	669,410	678,710	712,288	796,791	1,030,114	779,965	1,051,992	1,067,927
Plant operations and maintenance	2,345,426	2,365,285	2,726,948	2,951,738	2,805,340	3,016,705	3,493,871	3,163,649	3,016,310	2,984,149
Pupil transportation	668,923	762,732	749,182	697,922	659,075	778,308	748,431	828,528	635,759	568,422
Capital outlay	544,372	355,487	1,943,194	3,614,050	21,818,545	9,453,775	969,748	1,843,390	3,542,087	1,456,722
Debt service:										
Principal	300,000	300,000	654,805	681,530	925,121	699,964	705,403	715,460	875,043	1,200,500
Interest and other charges	59,800	46,000	40,535	1,352,250	1,131,554	1,111,604	1,104,715	1,157,445	1,227,932	1,008,486
Bond Issuance Costs										130,023
Advance Refunding Escrow										1,521,173
Total expenditures	24,930,531	27,024,554	30,437,728	35,149,596	55,266,411	44,068,284	35,967,401	37,459,469	38,969,142	40,364,143
Excess (Deficiency) of revenues over (under) expenditures	813,708	944,892	(1,611,208)	(2,083,449)	(16,053,823)	(7,619,274)	(923,964)	(660,767)	(1,154,332)	(2,002,298)
Other Financing sources (uses)										
Proceeds from bonds										9,485,000
Premium on bonds										1,261,196
Payment to Refunded Bond Escrow Agent										(9,095,000)
Capital lease proceeds (non-budgeted)			390,863							618,025
Principal on bonds issued			27,332,000							18,294
Transfers in	211,139	75,265	550,699	995,538	1,223,352	141,132	27,296	193	35,511	18,294
Transfers out	(211,139)	(119,965)	(571,595)	(1,045,538)	(1,223,352)	(141,132)	(27,296)	(193)	(66,974)	(50,394)
Total other financing sources (uses)	-	(44,700)	27,701,967	(50,000)	-	-	-	3,814,944	(31,463)	2,237,121
Net change in fund balances	\$ 813,708	\$ 900,192	\$ 26,090,759	\$ (2,133,449)	\$ (16,053,823)	\$ (7,619,274)	\$ (923,964)	\$ 3,154,177	\$ (1,185,795)	\$ 234,823
Debt service as a percentage of noncapital expenditures	1.48%	1.30%	2.44%	6.45%	6.15%	5.23%	5.17%	5.26%	5.94%	5.68%

* Noncapital expenditures are total expenditures less capital outlay.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN YEARS
(Unaudited)

Fiscal Year Ended June 30,	<u>Restitution</u>	<u>Tuition</u>	<u>Interest</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Total</u>
2003	\$ 2,744	\$ 115,320			\$ 120,490	\$ 238,554
2004	567,449	114,986			156,628	839,063
2005	87,414	27,553			136,375	251,342
2006	234,203				185,976	420,179
2007			\$ 298,649		27,321	325,970
2008		5,000	251,956	\$ 5,409	35,307	297,672
2009	150	76,376	112,180	4,782	7,501	200,989
2010		81,271	50,931	5,965	34,937	173,104
2011		150,871	56,054	1,086	72,010	280,021
2012		117,912	23,100	5,815	32,333	179,160

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN YEARS
 (Unaudited)

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Ofarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^a
2003	\$ 21,113,800	\$ 1,915,300,553	\$ 2,628,000	\$ 23,600	\$ 112,218,400	\$ 24,143,300	\$ 275,000	\$ 2,075,702,633	\$ 3,768,236	\$ 2,079,470,889	\$ 2,892,170,916	\$ 1.087
2004	16,806,500	1,949,674,563	2,628,000	23,600	113,376,600	24,143,300	886,000	2,107,538,563	3,238,714	2,110,797,277	3,305,579,869	1.123
2005	16,799,400	1,985,041,571	1,732,700	21,200	115,331,800	24,163,300	886,000	2,143,975,971	3,247,695	2,147,223,666	3,647,387,478	1.187
2006	(1)	4,317,518,900	2,779,400	27,000	207,362,500	40,155,000	1,565,600	4,607,235,600	5,620,388	4,612,875,988	4,031,906,679	0.579
2007	39,559,500	4,326,701,800	3,403,300	27,000	209,189,400	40,155,000	1,565,600	4,620,603,600	6,157,843	4,626,761,443	4,430,293,958	0.614
2008	36,084,500	4,357,830,290	3,403,300	27,000	212,141,000	40,155,000	1,565,600	4,651,208,690	6,220,937	4,657,429,627	4,633,893,878	0.632
2009	42,478,300	4,406,522,769	3,405,300	27,000	223,506,500	33,175,000	1,545,900	4,710,460,769	7,203,129	4,717,763,898	4,746,516,274	0.654
2010	42,659,400	4,469,519,894	2,779,400	27,000	221,726,300	33,175,000	1,545,900	4,771,432,894	7,271,456	4,778,704,350	4,759,016,380	0.677
2011	39,532,900	4,487,703,143	2,779,400	27,000	222,862,000	33,175,000	1,545,900	4,787,625,343	6,003,258	4,793,628,601	4,636,556,100	0.696
2012	39,171,900	4,494,020,543	2,779,400	27,000	250,965,200	33,175,000	1,545,900	4,821,684,943	6,116,604	4,827,801,547	4,507,239,218	0.704

N/A - Not Available

Source: County Abstract of Ratables

^a Tax rates are per \$100

(1) The Township of Wyckoff undertook a revaluation of real property which became effective in calendar year 2006.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(Unaudited)
(rate per \$100 of assessed value)

Calendar Year	Overlapping Rates				Total Direct and Overlapping Tax Rate
	Total Local Direct School Tax Rate	Regional High School District	Municipality	County	
2003	\$ 1.087	\$ 0.618	\$ 0.309	\$ 0.296	\$ 2.310
2004	1.123	0.647	0.337	0.323	2.430
2005	1.187	0.682	0.379	0.332	2.580
2006 (1)	0.579	0.336	0.180	0.165	1.260
2007	0.614	0.351	0.201	0.174	1.340
2008	0.632	0.353	0.222	0.184	1.391
2009	0.654	0.352	0.228	0.194	1.428
2010	0.677	0.364	0.238	0.195	1.474
2011	0.696	0.375	0.245	0.202	1.518
2012	0.704	0.379	0.247	0.204	1.534

(1) The Township of Wyckoff undertook a revaluation of real property which became effective in calendar year 2006

Source: County Abstract of Ratables

EXHIBIT J-8

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 PRINCIPAL PROPERTY TAXPAYERS,
 CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)

Taxpayer	2012		2003	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value
Munico Associates	\$ 55,571,000	1.15%	Munico Associates	\$ 16,500,000
Precision Multiple Controls, Inc.	13,092,700	0.27%	Village of Ridgewood	8,870,100
Wyckoff Hye Partners	10,729,000	0.22%	Precision Multiple Controls, Inc.	7,328,500
Individual Taxpayer #1	10,262,300	0.21%	Individual Taxpayer #1	6,750,000
Village of Ridgewood	9,963,000	0.21%	Individual Taxpayer #2	5,098,600
Individual Taxpayer #2	9,841,900	0.20%	Wyckoff Hye Partners	4,500,000
Individual Taxpayer #3	8,000,000	0.17%	Wyckoff Shopping Center	3,500,000
Wyckoff Shopping Center	6,979,200	0.14%	Individual Taxpayer #3	3,500,000
Varnic, LLC.	6,912,600	0.14%	Canterbury Dev Corp	3,433,200
Individual Taxpayer #4	6,490,800	0.13%	Varnic, LLC	2,400,000
	\$ 137,842,500	2.86%		\$ 61,880,400
				2.98%

N/A - Not Available

Source: Municipal Tax Assessor

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Local School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2003	\$ 21,955,581	\$ 21,955,581	100.00%	
2004	23,256,181	23,256,181	100.00%	
2005	23,759,206	23,759,206	100.00%	
2006	26,479,835	26,479,835	100.00%	
2007	28,120,924	28,120,924	100.00%	
2008	28,650,415	28,650,415	100.00%	
2009	30,189,445	30,189,445	100.00%	
2010	31,559,494	31,559,494	100.00%	
2011	33,141,696	33,141,696	100.00%	
2012	33,612,996	33,612,996	100.00%	

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		Total District	<u>Population</u>	<u>Per Capita</u>
	General Obligation Bonds	Capital Leases			
2003	\$ 1,000,000		\$ 1,000,000	16,775	\$ 60
2004	700,000		700,000	16,861	42
2005	27,732,000	\$ 36,058	27,768,058	16,972	1,636
2006	27,050,470	36,058	27,086,528	16,928	1,600
2007	26,161,407		26,161,407	16,814	1,556
2008	25,461,443		25,461,443	16,805	1,515
2009	24,756,040		24,756,040	16,826	1,471
2010	27,575,580		27,575,580	16,912	1,631
2011	26,700,537		26,700,537	16,715	1,597
2012	26,064,751	443,311	26,508,062	16,802	1,578

Source: District records

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Debt	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2003	\$ 1,000,000		\$ 1,000,000	0.05%	\$ 60
2004	700,000		700,000	0.03%	42
2005	27,732,000		27,732,000	1.29%	1,636
2006	27,050,470		27,050,470	0.59%	1,600
2007	26,161,407		26,161,407	0.57%	1,556
2008	25,461,443		25,461,443	0.55%	1,515
2009	24,756,040		24,756,040	0.52%	1,471
2010	27,575,580		27,575,580	0.58%	1,631
2011	26,700,537		26,700,537	0.56%	1,597
2012	26,064,751		26,064,751	0.54%	1,578

Source: District records

Notes:

a See Exhibit J-6 for property tax data.

b See Exhibit J-14 for population data.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2011
(Unaudited)

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Municipal Debt: (1)			
Wyckoff Township Public Schools	\$ 27,235,209	\$ 27,235,209	
Regional High School - Wyckoff's Share	8,955,013	8,955,013	
Township of Wyckoff	<u>1,405,000</u>	<u>-</u>	\$ 1,405,000
	<u>\$ 37,595,222</u>	<u>\$ 36,190,222</u>	<u>1,405,000</u>
Overlapping Debt Apportioned to the Municipality:			
Bergen County:			
County of Bergen (A)			18,690,082
Northwest Utilities Authority - Water Pollution (B)			<u>2,755,375</u>
			<u>21,445,457</u>
Total Direct and Overlapping Debt			<u>\$ 22,850,457</u>

Source:

(1) Township's 2011 Annual Debt Statement

(A) The debt for this entity was apportioned to the Township of Wyckoff by dividing the municipality's 2011 equalized value by the total 2011 equalized value for Bergen County.

(B) The debt was computed based upon dividing the Township's 2011 billings by the total 2011 billings of the Authority.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2012

	Equalized valuation basis
2011	\$ 4,463,570,150
2010	4,608,744,223
2009	4,684,694,947
	<u>\$ 13,757,009,320</u>
	Average equalized valuation of taxable property
	\$ 4,585,669,773
	Debt limit (3 % of average equalization value)
	137,570,093
	<u>Total Net Debt Applicable to Limit</u>
	<u>\$ 111,505,342</u>

FISCAL YEAR

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$ 78,347,304	\$ 87,091,031	\$ 96,580,360	\$ 107,898,320	\$ 119,480,586	\$ 129,624,799	\$ 136,689,994	\$ 139,486,312	\$ 139,168,518	\$ 137,570,093
Total net debt applicable to limit	(1,000,000)	(700,000)	(27,732,000)	(27,050,470)	(26,161,407)	(25,461,443)	(24,756,040)	(27,575,580)	(26,700,537)	(26,064,751)
Legal debt margin	\$ 77,347,304	\$ 86,391,031	\$ 68,848,360	\$ 80,847,850	\$ 93,319,179	\$ 104,163,356	\$ 111,933,954	\$ 111,910,732	\$ 112,467,981	\$ 111,505,342
Total net debt applicable to the limit as a percentage of debt limit	1.28%	0.80%	28.71%	25.07%	21.90%	19.64%	18.11%	19.77%	19.19%	18.95%

Source: Annual Debt Statements

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Year</u>	<u>Population</u>	<u>Per Capita Personal Income (1)</u>	<u>Unemployment Rate</u>
2003	16,775	\$ 51,132	2.5%
2004	16,861	54,462	2.0%
2005	16,972	56,706	2.8%
2006	16,928	62,714	2.8%
2007	16,814	67,394	2.5%
2008	16,805	68,227	3.3%
2009	16,826	63,198	5.9%
2010	16,912	65,486	6.1%
2011	16,715	N/A	6.0%
2012	16,802	N/A	N/A

N/A - Not Available

(1) Represents the County of Bergen per Capita Personal Income

Source: New Jersey State Department of Education

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 PRINCIPAL EMPLOYERS,
 CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)

Employer	2012		2003	
	Employees	Percentage of Total Municipal Employment	Employees	Percentage of Total Municipal Employment

INFORMATION NOT AVAILABLE

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Instruction	141.3	149.6	155.2	154.2	159.4	150.3	150.9	145.8	135.6	142.9
Regular	31.0	33.9	29.3	25.6	28.9	34.6	34.6	43.5	49.8	42.4
Special education	6.0	7.9	7.6	8.0	5.9	11.8	13.0	18.0	25.0	8.0
Support Services:										
Student & instruction related services	34.5	41.8	48.4	41.5	40.9	40.6	45.2	51.8	55.9	58.1
General administration	3.7	3.7	3.6	3.8	3.0	3.0	3.0	3.0	3.6	3.6
School administrative services	21.9	24.8	25.1	24.7	34.6	22.6	33.1	19.0	18.0	18.0
Central services	5.8	5.8	6.4	7.0	7.4	6.3	6.3	6.4	5.4	5.4
Administrative Information Technology										
Plant operations and maintenance	19.9	20.9	22.9	22.8	20.9	23.4	20.4	21.4	22.4	11.5
Pupil transportation	2.2	3.2	1.2	1.4	1.2	1.1	1.1	1.1	1.1	1.1
Special Revenue Funds	1.3	0.4	10.2	15.0	10.4	-	-	-	-	-
Food Service	5.5	5.8	8.0	5.0	3.7	3.1	2.0	4.0	2.0	1.4
Total	273.1	298.8	318.9	310.0	317.3	298.8	311.6	316.0	321.1	294.7

Source: District Personnel Records

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Teacher/Pupil Ratio							Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Teaching Staff	Elementary	Middle School			
2003	2,353	\$ 24,026,359	\$ 10,211	5.29%	200	N/A	N/A	2,353	2,268	96.39%
2004	2,323	26,332,543	11,336	11.01%	200	N/A	N/A	2,323	2,244	96.60%
2005	2,407	28,157,000	11,698	3.20%	206	12.4:1	11.4:1	2,407	2,316	96.22%
2006	2,422	29,518,097	12,187	4.18%	209	12.0:1	10.2:1	2,343	2,254	96.20%
2007	2,406	31,591,191	13,047	7.05%	214	11.4:1	10.8:1	2,358	2,249	95.38%
2008	2,380	32,802,941	13,783	5.64%	202	11.9:1	11.2:1	2,361	2,257	95.60%
2009	2,431	33,187,535	13,652	-0.95%	213	11.4:1	11.1:1	2,391	2,299	96.15%
2010	2,388	33,743,174	14,130	3.51%	221	11.1:1	10.5:1	2,361	2,259	95.68%
2011	2,354	33,324,080	14,156	0.18%	207	12.7:1	11.9:1	2,326	2,327	100.04%
2012	2,279	35,047,239	15,378	8.63%	212	10.8:1	10.6:1	2,255	2,175	96.45%

Sources: District records

Note: a Enrollment based on Average Daily Enrollment
b Operating expenditures equal total expenditures less debt service and capital outlay.
c Cost per pupil represents operating expenditures divided by enrollment.

N/A - Not Available

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 SCHOOL BUILDING INFORMATION
 LAST TEN FISCAL YEARS
 (Unaudited)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
District Building										
Elementary										
Washington Elementary (1922)										
Square Feet	43,047	43,047	43,047	43,047	43,047	54,094	54,094	54,094	54,094	54,094
Capacity (Students)	291	291	291	291	291	408	408	408	408	408
Enrollment	431	433	425	407	437	439	444	420	433	417
Coolidge Elementary (1931)										
Square Feet	44,340	44,340	44,340	44,340	44,340	51,798	51,798	51,798	51,798	51,798
Capacity (Students)	292	292	292	292	292	685	685	685	685	685
Enrollment	380	385	392	407	375	386	374	354	339	329
Lincoln Elementary (1951)										
Square Feet	55,058	55,058	55,058	55,058	55,058	55,450	55,450	55,450	55,450	55,450
Capacity (Students)	302	302	302	302	302	496	496	496	496	496
Enrollment	435	398	401	391	378	368	362	403	367	356
Sitcomac Elementary (1968)										
Square Feet	40,707	40,707	40,707	40,707	40,707	58,375	58,375	58,375	58,375	58,375
Capacity (Students)	302	302	302	302	302	449	449	449	449	449
Enrollment	333	372	385	372	365	356	386	374	361	329
Middle										
Eisenhower Middle School (1960)										
Square Feet	89,958	89,958	89,958	89,958	89,958	127,282	127,282	127,282	127,282	127,282
Capacity (Students)	556	556	556	556	556	960	960	960	960	960
Enrollment	824	815	873	826	828	806	838	815	831	827
Other										
Maintenance										
Square Feet	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800
Board Office										
Square Feet	3,380	3,380	3,380	3,380	3,380	3,380	3,380	3,380	3,380	3,380
Out of District										
Enrollment	20	22	21	19	23	25	27	22	23	21
Totals										
Square Feet	353,179									
Capacity	2,998									
Enrollment	2,354									

Number of Schools at June 30, 2012
 Elementary = 4
 Middle School = 1
 Other = 2

Source: District Records

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN YEARS
(Unaudited)**

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES 11-000-261-XXXX	Project # (s)	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
School Facilities											
Coolidge E.S.	N/A	\$ 88,885	\$ 76,524	\$ 96,229	\$ 108,302	\$ 77,197	\$ 95,060	\$ 123,441	\$ 151,426	\$ 172,031	\$ 166,838
Lincoln E.S.	N/A	82,392	93,766	94,387	75,313	77,612	95,571	279,915	151,896	175,400	163,123
Sicomac E.S.	N/A	71,249	69,784	103,851	86,239	89,714	110,474	103,300	91,354	97,349	140,238
Washington E.S.	N/A	93,970	102,047	90,378	97,151	98,847	121,720	117,997	153,592	140,518	145,929
Eisenhower M.S.	N/A	124,792	153,484	193,946	217,296	146,775	180,739	195,228	210,509	211,531	341,808
Board of Education	N/A	7,643	6,160	6,088	4,632	4,546	5,598	3,705	15,659	12,894	8,280
Maintenance Bldg.	N/A	4,014	2,360	4,412	7,721	4,314	5,312	4,032	4,487	22,771	10,844
Total School Facilities		\$ 472,945	\$ 504,125	\$ 589,291	\$ 596,654	\$ 499,005	\$ 614,474	\$ 827,618	\$ 778,923	\$ 832,494	\$ 977,060

Source: District Records

Note: Beginning in fiscal year 2001, the New Jersey State Department of Education required Districts to report maintenance expenditures by location.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF INSURANCE
JUNE 30, 2012
(Unaudited)

	<u>Coverage</u>	<u>Deductible</u>
Northeast Bergen County School Board Group		
Property - Blanket Building and Contents	\$ 34,886,360	\$ 5,000
General Liability	1,000,000	
Excess Liability	9,000,000	
Automobile Liability	1,000,000	
School Leaders Liability	1,000,000	10,000
Boiler and Machinery	100,000,000	1,000
Blanket Dishonesty Bond including Faithful Performance	100,000	
Position Bonds		
Business Administrator - Alan C. Reiffe	250,000	
Bookkeeper - Jason Bohm	250,000	

Source: Wyckoff School District records.

SINGLE AUDIT SECTION

LERCH, VINCI & HIGGINS, LLP

EXHIBIT K-1

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

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CINDY JANACEK, CPA, RMA
RALPH M. PICONE, CPA, RMA, PSA
EDWARD N. KERE, CPA

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 Trustees
Wyckoff Township Public Schools
Wyckoff, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Wyckoff Board of Education as of and for the fiscal year ended June 30, 2012, which collectively comprise the Wyckoff Board of Education's basic financial statements and have issued our report thereon dated September 27, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Finance and Regulatory Compliance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

Management of the Wyckoff Board of Education is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Wyckoff 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 Wyckoff Board of Education's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Wyckoff 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Wyckoff Board of Education'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.

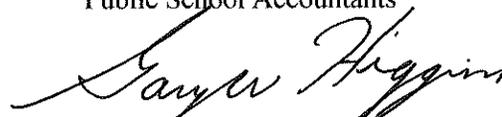
Compliance and Other Matters

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

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



LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants



Gary W. Higgins
Public School Accountant
PSA Number CS00814

Fair Lawn, New Jersey
September 27, 2012

LERCH, VINCI & HIGGINS, LLP

EXHIBIT K-2

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

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

Independent Auditor's Report

Honorable President and Members
of the Board of Trustees
Wyckoff Township Public Schools
Wyckoff, New Jersey

Compliance

We have audited the Wyckoff Board of Education's compliance 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 OMB Circular 04-04 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of Wyckoff Board of Education's major federal and state programs for the fiscal year ended June 30, 2012. Wyckoff 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 requirement of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Wyckoff Board of Education's management. Our responsibility is to express an opinion on Wyckoff 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; audit requirements as prescribed by the Division of Finance and Regulatory Compliance, Department of Education, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards and circulars 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 Wyckoff 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 Wyckoff Board of Education's compliance with those requirements.

In our opinion, Wyckoff Board of Education complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2012.

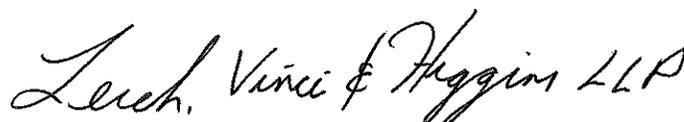
Internal Control Over Compliance

Management of Wyckoff Board of Education is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered Wyckoff 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 to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board's internal control over compliance.

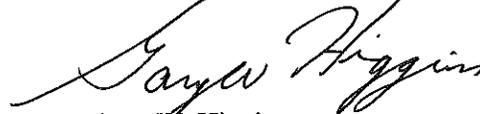
A deficiency in internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal or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

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

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



LERCH, VINCI & HIGGINS, LLP
 Certified Public Accountants
 Public School Accountants



Gary W. Higgins
 Public School Accountant
 PSA Number CS00814

Fair Lawn, New Jersey
 September 27, 2012

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2011	Carryover	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Year's Balances	(Account Receivable)	Balance at June 30, 2012	
												Deferred Revenue	Due to Grantor
U.S. Department of Education													
Passed-through State Department of Education													
National School Lunch Program													
Cash Assistance	10.555	N/A	7/1/11-6/30/12	\$ 13,423			\$ 10,700	\$ 13,423			\$ (2,723)		
Cash Assistance	10.555	N/A	7/1/11-6/30/11	13,169	(1,113)		1,113						
Non-Cash Assistance	10.555	N/A	7/1/11-6/30/12	7,770			7,770	7,770					
Non-Cash Assistance	10.555	N/A	7/1/10-6/30/11	7,668	495			495					
Special Milk Program	10.556	N/A	7/1/11-6/30/12	15,293			12,476	15,293			(2,817)		
Special Milk Program	10.556	N/A	7/1/11-6/30/11	15,201	(951)		951						
Total U.S. Department of Agriculture					(1,569)		33,010	36,981			(5,540)		
U.S. Department of Education													
Passed-through State Department of Education													
Title II, Part A	84.367A	NCLB5920-12	9/1/11-8/31/12	41,098			39,603	39,772	(175)		(344)		
Title II, Part A - C/O	84.367A	NCLB5920-11	9/1/10-8/31/11	43,281	(40,499)	(1,487)	44,511	2,525					
Title II, Part A - C/O	84.367A	NCLB5920-10	9/1/09-8/31/10	44,514	(1,487)	1,487							
Title IV - C/O	84.186A	NCLB5920-10	9/1/09-8/31/10	4,086	(62)		62						
ARRA, Part B - Basic	84.391	ARRA-10	9/1/09-8/31/11	579,921	(16,044)		21,490	5,586	140				
ARRA - Preschool	84.392	ARRA-10	9/1/09-8/31/11	20,993	(10,373)		12,281	1,908					
I.D.E.A. Part B - Flow Through	84.027	FT5920-12	9/1/11-8/31/12	489,658	(68,006)		489,658	489,658					
I.D.E.A. Part B - Flow Through C/O	84.027	FT5920-11	9/1/10-8/31/11	487,750			68,006						
I.D.E.A. Part B, Preschool	84.173	PS-5920-12	9/1/11-8/31/12	24,343			24,343						
I.D.E.A. Part B, Preschool C/O	84.173	PS-5920-11	9/1/10-8/31/11	24,074	(2,162)		2,162						
Total U.S. Department of Education					(138,633)		702,116	563,792	(35)		(344)		
U.S. Department of Education													
Passed-through State Department of Education													
Education Jobs Fund	84.41	N/A	7/1/11-6/30/12	49,641			49,641	49,641					
Total Federal Financial Assistance					(140,202)		\$ 784,767	\$ 650,414	\$ (35)		\$ (5,884)		\$ -

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this Statement.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 1, 2011		Carryover	Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Balance at June 30, 2012		MEMO	
				Deferred Revenue (Accts. Rec.)	Due to Grantor					(Accounts Receivable)	Deferred Revenue	GAAP Receivable	Combined Total Expenditures
State Department of Education													
Special Education Categorical Aid	12-495-034-5120-089	7/1/11-6/30/12	\$ 648,114				\$ 607,820	\$ 648,114		\$ (40,294)		\$ 648,114	
Extraordinary Aid	12-100-034-5120-473	7/1/11-6/30/12	76,636				144,204	76,636		(76,636)		76,636	
Additional Non Public School Transp. Aid	11-100-034-5120-473	7/1/10-6/30/11	144,204	\$ (444,204)						(10,811)		10,811	
Additional Non Public School Transp. Aid	N/A	7/1/11-6/30/12	10,811					10,811					
Reimbursed TPAF Social Security	12-495-034-5095-002	7/1/11-6/30/12	13,855	(13,855)				1,239,794				1,239,794	
TPAF Pension - Normal	12-495-034-5095-006	7/1/11-6/30/12	15,855					460,323				460,323	
TPAF Pension PRM Contr.	12-495-034-5095-001	7/1/11-6/30/12	460,323				1,024,674	1,024,674				1,024,674	
TPAF Pension - NCGI	12-495-034-5095-007	7/1/11-6/30/12	1,024,674				49,399	49,399				49,399	
Anti-Bullying Bill of Rights Act Aid	N/A	7/1/11-6/30/12	795				795	795				795	
Total General Fund				(158,059)			3,540,862	3,510,544		(127,741)		(10,811)	3,510,544
State School Lunch Program	12-100-010-3350-023	7/1/11-6/30/12	1,619				1,285	1,619		(334)		(334)	1,619
State School Lunch Program	11-100-010-3350-023	7/1/10-6/30/11	1,615	(129)			129						
Total Enterprise Fund				(129)			1,414	1,619		(334)		(334)	1,619
N.J. Nonpublic Aid													
Textbook Aid	12-100-034-5120-064	7/1/11-6/30/12	21,410				21,410	21,068	\$ 286		\$ 342		21,068
Textbook Aid	11-100-034-5120-064	7/1/10-6/30/11	26,430	\$ 286									
Nursing	12-100-034-5120-070	7/1/11-6/30/12	30,582				30,582	30,093					30,093
Auxiliary Services													
Transportation	12-100-034-5120-068	7/1/11-6/30/12	16,137				16,137	16,136					16,136
English as a Second Language	12-100-034-5120-067	7/1/11-6/30/12	4,310				4,310	1,207					1,207
English as a Second Language	11-100-034-5120-067	7/1/10-6/30/11	10,246	10,246					10,246				3,103
Compensatory Education	12-100-034-5120-067	7/1/11-6/30/12	127,645				127,645	107,019					107,019
Compensatory Education	11-100-034-5120-067	7/1/10-6/30/11	120,399						1,507				20,626
Handicapped Services													
Examination and Classification	12-100-034-5120-066	7/1/11-6/30/12	33,816				33,816	33,493					33,493
Examination and Classification	11-100-034-5120-066	7/1/10-6/30/11	35,567						3,672				
Corrective Speech	12-100-034-5120-066	7/1/11-6/30/12	18,956				18,956	13,585					13,585
Corrective Speech	11-100-034-5120-066	7/1/10-6/30/11	25,973						3,442				
Supplemental Instruction	12-100-034-5120-066	7/1/11-6/30/12	30,796				30,796	26,868					26,868
Supplemental Instruction	11-100-034-5120-066	7/1/10-6/30/11	33,352						11,674				
Total Special Revenue Fund							283,652	249,469					249,469
							30,827	30,827					34,183

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2011		Carryover	Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Balance at June 30, 2012		MEMO	
				Deferred Revenue (Accts. Rec.)	Due to Grantor					(Accounts Receivable)	Deferred Revenue	GAAP Receivable	Combined Total Expenditures
State Department of Education													
Schools Development Authority													
Facilities Grant Program-Washington	5920-050-04-00PQ	7/1/04-6/30/06	\$ 825,622	\$ (32,525)			\$ 4,638	\$	\$ (57,163)	\$ (37,163)	\$ 4,638		
Facilities Grant Program-Sloomac	5920-050-04-00PR	7/1/04-6/30/06	1,467,761	(269,141)			17,072		(286,213)	(286,213)	17,072		
Facilities Grant Program-Lincoln	5920-050-04-00PN	7/1/04-6/30/06	531,356	(96,032)			7,533		(103,615)	(103,615)	7,533		
Facilities Grant Program-Eisenhower	5920-050-04-00PP	7/1/04-6/30/06	4,243,836	75,779			75,798		(19)	(19)	75,798		
Facilities Grant Program-Coolidge	5920-050-04-00PO	7/1/04-6/30/06	509,362	(95,133)			4,193		(99,326)	(99,326)	4,193		
Total Capital Projects Fund				(417,102)			109,234		(526,536)	(526,536)	109,234		
Total State Financial Assistance				(575,290)	\$ 30,827	\$ 3,825,928	\$ 3,870,866	\$ 30,827	(654,411)	\$ 34,183	\$ 3,870,866		
State Financial Assistance													
Not Subject to Single Audit Determination													
General Fund													
TPAF Pension - NCGI	12-495-034-3095-007	7/1/11-6/30/12	49,399				(49,399)				(49,399)		
TPAF Pension - Normal	12-495-034-3095-006	7/1/11-6/30/12	460,323				(460,323)				(460,323)		
TPAF Pension PRM Contr.	12-495-034-3095-001	7/1/11-6/30/12	1,024,674				(1,024,674)				(1,024,674)		
Total State Financial Assistance Subject to Single Audit				(575,290)	\$ 30,827	\$ 2,291,532	\$ 2,336,470	\$ 30,827	(654,411)	\$ 34,183	\$ 2,336,470		

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 1 GENERAL

The accompanying schedules present the activity of all federal and state financial assistance programs of the Wyckoff Township Public Schools. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules are presented using 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 1(C) to the Board's basic financial statements.

NOTE 3 RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$27,274 for the general fund and \$30,132 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 49,641	\$ 3,537,818	\$ 3,587,459
Special Revenue Fund	572,780	261,966	834,746
Capital Projects Fund		109,234	109,234
Food Service Fund	<u>36,981</u>	<u>1,619</u>	<u>38,600</u>
Total Financial Assistance	<u>\$ 659,402</u>	<u>\$ 3,910,637</u>	<u>\$ 4,570,039</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

NOTE 5 OTHER INFORMATION

Revenues and expenditures reported under the National School Lunch Program as non-cash assistance represent current year value received and current year distributions, respectively of the Federal Food Distribution Program. TPAF Social Security contributions in the amount of \$1,239,794 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. The amount reported as TPAF Pension System Contributions in the amount of \$509,722 and TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,024,674 represents the amount paid by the State on behalf of the District for the year ended June 30, 2012.

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

On-behalf State Programs for TPAF Pension and Post-Retirement Medical Benefits Contributions are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's basic financial statements and the amount subject to State single audit and major program determination.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part I – Summary of Auditor’s Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

1) Material weaknesses identified? yes X no

2) Were significant deficiencies identified that were not considered to be material weaknesses? yes X none reported

Noncompliance material to the basic financial statements noted? yes X no

Federal Awards Section

Type of auditors' report issued: Unqualified

Internal Control over compliance:

1) Material weaknesses identified? yes X no

2) Were significant deficiencies identified that were not considered to be material weaknesses? yes X none reported

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (Section .510(a))? yes X none

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>IDEA Part B- Basic</u>
<u>84.173</u>	<u>IDEA Preschool</u>
<u>84.391</u>	<u>ARRA Part B - Basic</u>
<u>84.392</u>	<u>ARRA Preschool</u>

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

Auditee qualified as low-risk auditee? X yes no

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part 2 - Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Governing Auditing Standards.

THERE ARE NONE.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Part 3 - Schedule of Federal and State Award Findings and Questioned Costs

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

CURRENT YEAR FEDERAL AWARDS

THERE ARE NONE.

CURRENT YEAR STATE AWARDS

THERE ARE NONE.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

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

STATUS OF PRIOR YEAR FINDINGS

THERE WERE NONE.