

**BRICK TOWNSHIP
BOARD OF EDUCATION**

Brick, New Jersey

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2013

Comprehensive Annual

Financial Report

of the

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

For the Fiscal Year Ended June 30, 2013

Prepared by

Brick Township Board of Education
Business Office

BRICK TOWNSHIP BOARD OF EDUCATION

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
<u>INTRODUCTORY SECTION</u>		
	Letter of Transmittal.....	1-3
	Organizational Chart.....	4
	Roster of Officials.....	5
	Consultants and Advisors.....	6
<u>FINANCIAL SECTION</u>		
	Independent Auditor's Report.....	7-9
	<u>Required Supplementary Information - Part I</u>	
	Management's Discussion and Analysis.....	10-18
<u>Basic Financial Statements</u>		
<u>A. District-Wide Financial Statements</u>		
A-1	Statement of Net Assets.....	19
A-2	Statement of Activities.....	20
<u>B. Fund Financial Statements</u>		
Governmental Funds:		
B-1	Balance Sheet.....	21
B-2	Statement of Revenues, Expenditures and Changes in Fund Balances.....	22
B-3	Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	23
Proprietary Funds:		
B-4	Combining Statement of Net Assets.....	24
B-5	Combining Statement of Revenues, Expenses and Changes in Fund Net Asset.....	25
B-6	Combining Statement of Cash Flows.....	26
Fiduciary Funds:		
B-7	Statement of Fiduciary Net Assets.....	27
B-8	Statement of Changes in Fiduciary Net Assets.....	28
	Notes to Financial Statements.....	29-47

BRICK TOWNSHIP BOARD OF EDUCATION

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
<u>FINANCIAL SECTION (CONTINUED)</u>		
<u>Required Supplementary Information - Part II</u>		
<u>C. Budgetary Comparison Schedules</u>		
C-1	Budgetary Comparison Schedule - General Fund	48-60
C-1a	Budgetary Comparison Schedule - General Fund	61
C-2	Budgetary Comparison Schedule - Special Revenue Fund.....	62
<u>Notes to Required Supplementary Information</u>		
C-3	Budget-to-GAAP Reconciliation.....	63
<u>Other Supplementary Information</u>		
<u>D. School Level Schedules</u>		
D-1	Combining Balance Sheet.....	N/A
D-2	Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3	Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual.....	N/A
<u>E. Special Revenue Fund</u>		
E-1	Combining Schedule of Revenues and Expenditures - Special Revenue Fund - Budgetary Basis.....	64-67
<u>F. Capital Projects Fund</u>		
F-1	Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	68
F-1a	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis - 2002 Various School Projects for the Year Ended June 30, 2013	69
F-1b	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis - Midstreams School Exterior Doors for the Year Ended June 30, 2013	70

BRICK TOWNSHIP BOARD OF EDUCATION

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
<u>FINANCIAL SECTION (CONTINUED)</u>		
<u>F. Capital Projects Fund (Continued)</u>		
F-1c	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis - Brick Township High School Wheel Lifts for the Year Ended June 30, 2013	71
F-1d	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis - Gym Lighting and Security Improvements for the Year Ended June 30, 2013	72
F-1e	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis - 2012 Various School Projects for the Year Ended June 30, 2013	73
F-1f	Schedule of Project Revenues, Expenditures, Project Balances and Project Status - Budgetary Basis – Brick Memorial High School Lockers for the Year Ended June 30, 2013	74
<u>G. Proprietary Funds</u>		
Enterprise Fund:		
G-1	Combining Statement of Net Assets.....	75
G-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	76
G-3	Combining Statement of Cash Flows	77
Internal Service Fund:		
G-4	Combining Statement of Net Assets.....	N/A
G-5	Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	N/A
G-6	Combining Statement of Cash Flows	N/A
<u>H. Fiduciary Fund</u>		
H-1	Combining Statement of Fiduciary Net Assets	78
H-2	Combining Statement of Changes in Fiduciary Net Assets	79
H-3	Student Activity Agency Fund - Schedule of Receipts and Disbursements	80
H-4	Payroll Agency Fund - Schedule of Receipts and Disbursements	80
H-5	Unemployment Compensation Trust Fund - Schedule of Receipts and Disbursements	80

BRICK TOWNSHIP BOARD OF EDUCATION

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
<u>FINANCIAL SECTION (CONTINUED)</u>		
<u>I. Long-Term Debt</u>		
I-1	Schedule of Serial Bonds	81
I-2	Schedule of Loans Payable	82
I-3	Schedule of Obligations Under Capital Leases	83
I-4	Debt Service Budgetary Comparison Schedule.....	84
<u>STATISTICAL SECTION</u>		
J-1	Net Assets by Component.....	85
J-2	Changes in Net Assets.....	86
J-3	Fund Balances, Governmental Funds	87
J-4	Changes in Fund Balances, Governmental Funds.....	88
J-5	General Fund - Other Local Revenue by Source.....	89
J-6	Assessed Value and Actual Value of Taxable Property	90
J-7	Property Tax Rates - Direct and Overlapping Governments (per \$100 of Assessed Valuation)	91
J-8	Principal Property Taxpayers.....	92-93
J-9	Municipal Property Tax Levies and Collections	94
J-10	Ratios of Outstanding Debt by Type	95
J-11	Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita	96
J-12	Direct and Overlapping Governmental Activities Debt as of June 30, 2012	97-98
J-13	Legal Debt Margin Information.....	99
J-14	Demographic and Economic Statistics	100
J-15	Principal Employers	101
J-16	Full-time Equivalent District Employees by Function/Program.....	102
J-17	Operating Statistics	103
J-18	School Building Information	104
J-19	Schedule of Required Maintenance for School Facilities	105
J-20	Insurance Schedule.....	106

BRICK TOWNSHIP BOARD OF EDUCATION

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
<u>SINGLE AUDIT SECTION</u>		
K-1	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards - Independent Auditor's Report	107-108
K-2	Report on Compliance for Each Major Federal and State Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by U.S. OMB Circular A-133 and Schedule of Expenditures of State Financial Assistance as Required by New Jersey OMB Circular Letter 04-04 - Independent Auditor's Report Accordance with OMB Circular A-133 and New Jersey OMB Circular 04-04	109-111
K-3	Schedule of Expenditures of Federal Awards - Schedule A	112
K-4	Schedule of Expenditures of State Financial Assistance - Schedule B.....	113
K-5	Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance	114-115
K-6	Schedule of Findings and Questioned Costs	116-119
K-7	Summary Schedule of Prior Year Audit Findings and Questioned Costs Prepared by Management	120

Introductory Section

Brick Township Board of Education

Administrative Offices



**101 HENDRICKSON
AVENUE
BRICK, NEW JERSEY
08724-2599
TELEPHONE (732)
785-3000**

Honorable President and
Members of the Board of Education
Brick Township School District
101 Hendrickson Avenue
Brick, NJ 08724

Dear Board Members and Constituents of Brick Township:

The Comprehensive Annual Financial Report of the Brick Township School District for the fiscal year ended June 30, 2013, 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 Brick Township Board of Education. 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 and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

1) REPORTING ENTITY AND ITS SERVICE: Brick Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the District are included in this report. The Brick Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through twelve. These services include regular and special education for handicapped youngsters. The District completed the 2012-2013 fiscal year with an enrollment of 9,666 students.

The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2003-04	11,604	1.5%
2004-05	11,217	-3.3%
2005-06	10,933	-2.5%
2006-07	10,797	-1.2%
2007-08	10,569	-2.1%
2008-09	10,347	-2.1%
2009-10	10,264	-.8%
2010-11	10,071	-1.9%
2011-12	9,714	-3.5%
2012-13	9,666	-0.5%

2) ECONOMIC CONDITION AND OUTLOOK: The Brick Township area includes businesses that have remained stable in the current economic climate. Also, within our borders are some nationally known companies.

3) MAJOR INITIATIVES: The Brick Township School District advanced a Technology Initiative. Apple Mac Airs were purchased for all students in Grades 11 and 12 and all high school teachers.

On a district-wide basis, the District continued to evaluate and fund much needed Capital Projects.

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

As a recipient of federal awards and state financial assistance, the District also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. Internal control 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 internal control, including that portion related to federal awards and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital project 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 re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2013.

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

7) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

8) DEBT ADMINISTRATION: At June 30, 2013, the District's outstanding debt issues included \$18,814,000 of general obligation bonds. Annual payments on the outstanding debt are made timely and the district works with a financial advisor to continuously search for opportunities to refund existing debt at a savings to the district.

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

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

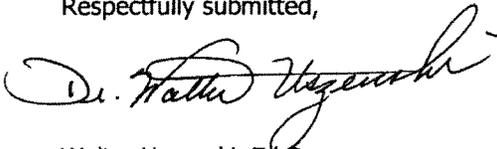
11) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of William E. Antonides & Co. was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related OMB Circular A-133 and New Jersey OMB's Circular 04-04. The auditor's report on the general-purpose 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.

12) MAJOR FINANCIAL MATTERS: The Board of Education has attempted to provide a stable tax rate through sound and prudent business practices and is below the State average in this category.

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

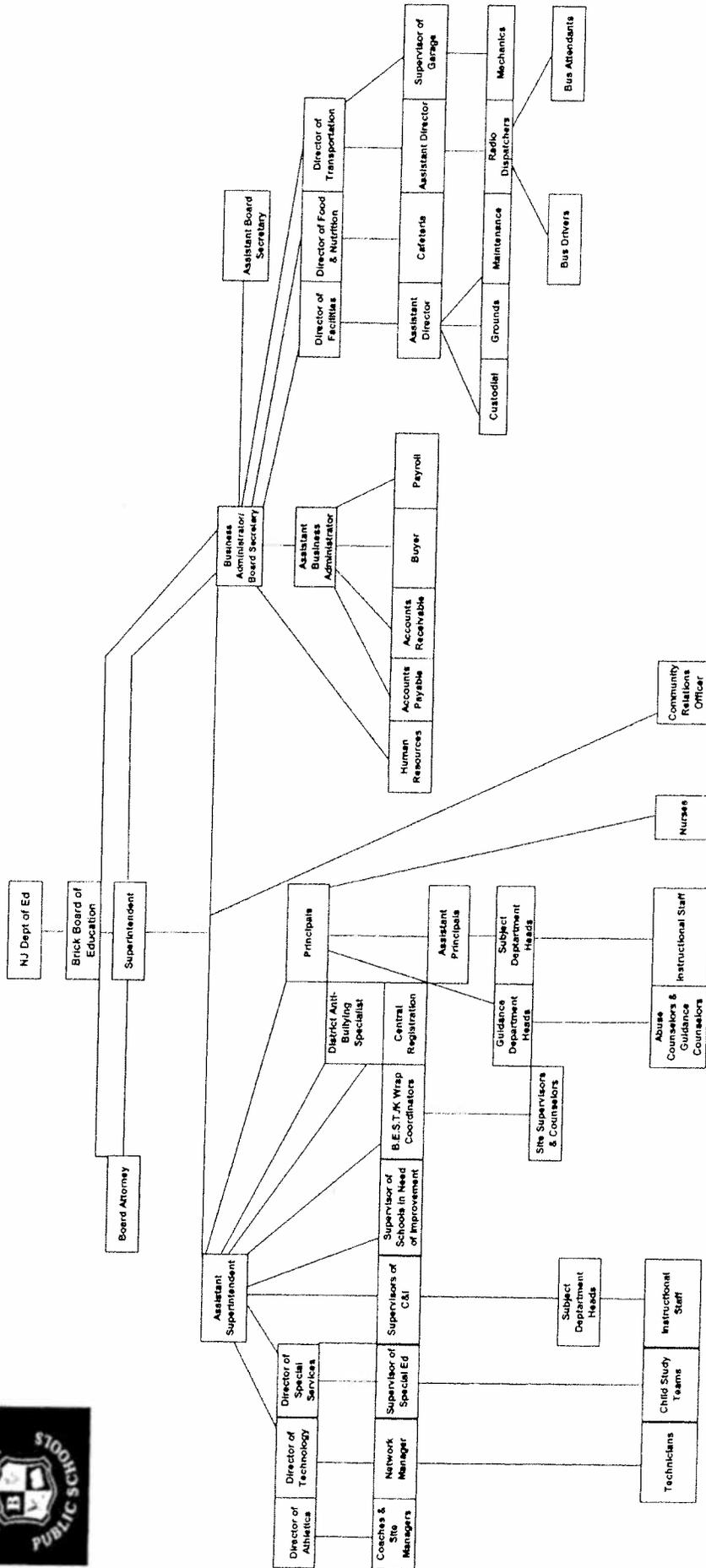
Respectfully submitted,



Walter Uszenski, Ed.D.
Superintendent of Schools

James W. Edwards, Jr., CPA
Business Administrator/
Board Secretary

BRICK TOWNSHIP PUBLIC SCHOOLS ADMINISTRATIVE ORGANIZATION CHART



BRICK TOWNSHIP BOARD OF EDUCATION
BRICK, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2013

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Sharon Cantillo, President	2014
John J. Talty, Vice President	2013
Lawrence K. Reid	2014
Susan Suter	2015
Karyn Cusanelli	2013
Frank Pannucci	2015
Michael R. Conti	2015

Other Officials

Walter Uszenski, Ed.D, Superintendent

Walter J. Hrycenko, Assistant Superintendent

James W. Edwards, Jr., CPA Business Administrator /Board Secretary

Richard M. Larsen, CPA, Treasurer

BRICK TOWNSHIP BOARD OF EDUCATION

Consultants and Advisors

Audit Firm

William E. Antonides Company
506 Hooper Avenue, Suite B
Toms River, NJ 08753

Attorney

John C. Sahradnik, Esq.
Berry, Sahradnik, Kotzas & Benson
212 Hooper Avenue, PO Box 757
Toms River, NJ 08754-0757

Official Depository

Ocean First Bank
321 Chambers Bridge Road
Brick, NJ 08723

Architect

Design Resources Group Architects, AIA, Inc.
371 Hoes Lane, Suite 301
Piscataway, NJ 08854

Financial Section

William E. Antonides and Company

CERTIFIED PUBLIC ACCOUNTANTS

7

WILLIAM E. ANTONIDES, C.P.A., R.M.A., P.S.A.
WILLIAM E. ANTONIDES, JR., C.P.A., R.M.A., P.S.A.

EDWARD J. SIMONE, C.P.A., R.M.A., P.S.A.

DOROTHY S. GALLAGHER, C.P.A., R.M.A., P.S.A.
DONALD F. HILL, C.P.A., P.S.A.
CHI-LING LAI, C.P.A., P.S.A.
WAYNE M. SIBILIA, C.P.A., P.S.A.

Telecopier:
732-681-4033

e-mail:
antonidescpa@monmouth.com

Monmouth County Office:
2807 Hurley Pond Road
Suite 200
P.O. Box 1137
Wall, New Jersey 07719-1137
732-681-0980

Ocean County Office:
506 Hooper Avenue, Suite B
Toms River, New Jersey 08753-7704
732-914-0004

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey

Report on Financial Statements

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 Brick Township Board of Education (the "District"), in the County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Auditor's Responsibility (Continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 District as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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 Government Accounting Standards Board, who considers it to be an essential part of the 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining fund financial statements, financial schedules, statistical section, schedule of expenditures of federal awards as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the District.

The combining fund financial statements, schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 statement or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund financial statements, schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Matters (Continued)

Other Information (Continued)

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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2013, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

William E. Antonides and Company

Independent Auditors



**William E. Antonides, Jr.
Registered Municipal Accountant
Certified Public Accountant**

Wall Township, New Jersey
November 18, 2013

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED

The discussion and analysis of Brick Township Board of Education District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information Section 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 issued in June 1999. Certain comparative information between the current year (2012-2013) and the prior year (2011-2012) is required to be presented in the MD&A.

Financial Highlights

Key financial highlights for 2013 are as follows:

- In total, net assets increased \$x,xxx,xxx which represents a xx percent increase from 2012.
- General revenues accounted for \$xxx,xxx,xxx in revenue. Program specific revenues in the form of operating grants and contributions accounted for \$x,xxx,xxx in revenues.
- The School District had \$xxx,xxx,xxx in expenses. General revenues (primarily tax levy and unrestricted state aid) were adequate to provide for these programs. In addition, there were \$x,xxx,xxx of expenses offset by program specific charges for services, grants or contributions.

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED (CONTINUED)

Using this Comprehensive Annual Financial Report (CAFR)

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

The *Statement of Net Assets and Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School 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 School District's most significant funds with all other non-major funds presented in total in one column. In the case of the Brick Township Board of Education, the General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2012-2013?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

BRICK TOWNSHIP BOARD OF EDUCATION
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013
 UNAUDITED (CONTINUED)

Reporting the School District as a Whole (continued)

Statement of Net Assets and the Statement of Activities (Continued)

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the school district as a whole, the financial position of the School 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 School 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 School District is divided into two distinct kinds of activities:

- Government Activities - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service Enterprise fund, Brick Extended School Time Program and The Supplemental Educational Services Program are reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

The District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED (CONTINUED)

Reporting the School District's Most Significant Funds (continued)

Governmental Funds (continued)

can readily be converted to 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 Funds

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

The School District as a Whole

Recall that the statement of Net Assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net assets for 2013. The 2012 figures are provided for comparison.

Table 1
Net Assets

Assets	2012	2013
Current and Other Assets	\$ 16,740,535	\$ x,xxx,xxx
Capital Assets	37,120,402	xx,xxx,xxx
Total Assets	53,860,937	xx,xxx,xx
Liabilities		
Long-Term Liabilities	27,689,179	xx,xxx,xxx
Other Liabilities	4,935,267	x,xxx,xxx
Total Liabilities	32,624,446	xx,xxx,xxx
Net Assets		
Invested in Capital Assets, Net of Debt	14,833,112	xx,xxx,xxx
Restricted	8,683,495	x,xxx,xxx
Unrestricted	(2,280,116)	(x,xxx,xxx)
Total Net Assets	21,236,491	xx,xxx,xxx

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED (CONTINUED)

Reporting the School District's Most Significant Funds (continued)

Governmental Funds (continued)

The District's combined net assets were \$xxx,xxx,xxx on June 30, 2013. This was an increase of xx percent from the prior year.

Table 2 shows changes in net assets for fiscal year 2013. 2012 figures are included for comparison.

Table 2
Changes in Net Assets

Revenues	2012	2013
Program Revenues:		
Charges for Services	\$2,634,085	\$ x,xxx,xxx
Operating Grants & Contributions	15,641,221	xx,xxx,xxx
General Revenues:		
Property Taxes	97,935,793	xx,xxx,xxx
Grants and Entitlements	37,981,788	xx,xxx,xxx
Other	2,284,399	x,xxx,xxx
Total Revenues	156,477,282	xxx,xxx,xxx
Program Expenses		
Instruction	58,588,958	xx,xxx,xxx
Support Services:		
Tuition	6,890,904	x,xxx,xxx
Student Related Services ,General Admin, School Admin, Business, Operations/Maintenance of Facilities	76,474,530	xx,xxx,xxx
Pupil Transportation	8,812,949	x,xxx,xxx
Business Type Activities	3,871,571	x,xxx,xxx
Total Expenses	154,638,918	xxx,xxx,xxx
Increase (decrease) in Net Assets	1,838,365	(x,xxx,xxx)

Governmental Activities

Property taxes made up xx percent of revenues for governmental activities for the Brick Township Board of Education for fiscal year 2013.

Instruction comprises xx percent of district expenses. Support Services expenses make up xx percent of the expenses.

BRICK TOWNSHIP BOARD OF EDUCATION
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013
 UNAUDITED (CONTINUED)

Reporting the School District's Most Significant Funds (continued)

Governmental Activities (continued)

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

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

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students.

General administration, school administration and business include expenses associated with administrative and financial supervision of the district.

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

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

Business-Type Activities

Revenues for the District's business-type activities were comprised of charges for services. The Food Service revenues exceeded expenditures by \$x,xxx. The Brick Extended School Time Fund revenues exceeded expenditures by \$x,xxx.

The School District's Funds

All governmental funds (i.e., general fund, special revenue 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 \$xxx,xxx,xxx and expenditures were \$xxx,xxx,xxx.

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 summary of the revenues of the governmental funds for the fiscal year ended June 30, 2013 and the amount and percentage of increase and decrease in relation to prior year revenues.

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED (CONTINUED)

Reporting the School District's Most Significant Funds (continued)

The School District's Funds (continued)

Revenue	Amount 2013	Percent of Total	Change from FY 2012	Percent Increase (Decrease)
Local Sources	\$ xxx,xxx,xxx	xx.xx%	\$ (xxx,xxx)	-.xx%
State Sources	xx,xxx,xxx	xx.xx%	x,xxx,xxx	xx.xx%
Federal Sources	x,xxx,xxx	x.xx%	(xxx,xxx)	-xx.xx%
Total	xxx,xxx,xx	xxx.xx%	x,xxx,xxx	x.xx%

The following schedule represents a summary of general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2013, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount 2013	Percent of Total	Change from FY 2012	Percent Increase (Decrease)
Current:				
Instruction	\$ xxx,xxx,xxx	xx.xx%	x,xxx,xxx	x.xx%
Undistributed	xx,xxx,xxx	xx.xx%	x,xxx,xxx	x.xx%
Capital Outlay	x,xxx,xxx	x.xx%	xx,xxx	x.xx%
Special Revenue	x,xxx,xxx	x.xx%	(x,xxx,xxx)	-xx.xx%
Debt Service:				
Principal	x,xxx,xxx	x.xx%	(xx,xxx,xxx)	-xx.xx%
Interest	xxx,xxx	x.xx%	(xxx,xxx)	-xx.xx%
Total	xxx,xxx,xxx	xxx.xx%	(xx,xxx,xxx)	x.xx%

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED (CONTINUED)

Reporting the School District's Most Significant Funds (continued)

General Fund Budgeting Highlights

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

Over the course of the year, the Board of Education, when appropriate and in accordance with regulations, approved budget transfers to keep accounts in balance. Transfers to the budget were made to accurately reflect expenditures according to state guidelines.

During the 2012-13 school year, the district used Current Fund money as well as Capital Reserve funding for much needed capital projects district-wide.

During 2012-13, the District advanced a Technology Initiative. Apple Macbook Airs were purchased for Grade 11 and 12 students and all high school teachers.

For the Future

In addition to completing the capital projects started in 2012-13, the district plans to continue new projects and improvements during 2013-14.

After detailed analysis and careful evaluation, the Board of Education changed dental insurance carriers. This change took place as of August 1, 2013.

In 2013-14, the elementary students of our district will have new reading and math programs.

As of September 2013, the district is planning two changes for kindergarten students. Kindergarten will become a full day program and students will attend class in their home school.

BRICK TOWNSHIP BOARD OF EDUCATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED (CONTINUED)

Contacting the School District's Financial Management Office

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information, contact Walter Uszenski, Ed.D., Superintendent, Brick Township Public Schools, 101 Hendrickson Avenue, Brick, NJ 08724. Also, please visit our website to learn more about our School District at www.brickschools.org.

BASIC FINANCIAL STATEMENTS

District-wide Financial Statements - A

BRICK TOWNSHIP BOARD OF EDUCATION**STATEMENT OF NET ASSETS****Exhibit A-1****JUNE 30, 2013**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Assets:			
Cash and Cash Equivalents	\$ 8,071,628.05	\$ 22,739.34	\$ 8,094,367.39
Prepaid Expenses	87,720.00		87,720.00
Receivables, Net	4,447,921.91	130,754.91	4,578,676.82
Inventories		32,337.87	32,337.87
Internal Balances	289,056.26	(289,056.26)	
Restricted Assets:			
Capital Reserve Account - Cash	824,057.18		824,057.18
Capital Assets, Net (Note 1)	40,101,627.00	244,078.00	40,345,705.00
Total Assets	<u>53,822,010.40</u>	<u>140,853.86</u>	<u>53,962,864.26</u>
Liabilities:			
Accounts Payable and Other Liabilities	4,378,343.21	192,779.02	4,571,122.23
Noncurrent Liabilities :			
Due within One Year	3,629,927.00		3,629,927.00
Due beyond One Year	22,056,080.00		22,056,080.00
Total Liabilities	<u>30,064,350.21</u>	<u>192,779.02</u>	<u>30,257,129.23</u>
Net Assets:			
Invested in Capital Assets, Net of Related Debt	20,844,683.00	244,078.00	21,088,761.00
Restricted for:			
Debt Service	301,245.65		301,245.65
Capital Projects	1,676,770.09		1,676,770.09
General Fund	1,862,715.18		1,862,715.18
Unrestricted	<u>(927,753.73)</u>	<u>(296,003.16)</u>	<u>(1,223,756.89)</u>
Total Net Assets	<u>\$ 23,757,660.19</u>	<u>\$ (51,925.16)</u>	<u>\$ 23,705,735.03</u>

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

BRICK TOWNSHIP BOARD OF EDUCATION

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2013

Exhibit A-2

	Program Revenues		Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Business-type Activities
Governmental Activities:				
Instruction:				
Regular	\$ 39,408,727.48	\$	\$	\$ (39,408,727.48)
Special Education	16,464,371.89		2,515,673.96	(13,948,697.93)
Other Special Instruction	2,728,365.84		1,261,688.31	(1,466,677.53)
Other Instruction	2,606,213.71		6,000.00	(2,600,213.71)
Nonpublic School Programs				
Adult/Continuing Education Programs				
Support Services:				
Tuition	6,208,049.92			(6,208,049.92)
Student and Instruction Related Services	14,240,937.59		1,674,466.73	(12,566,470.86)
School Administrative Services	5,952,072.16			(5,952,072.16)
Other Administrative Services	894,283.80			(894,283.80)
Central Services and Administrative	1,012,800.08			(1,012,800.08)
Information Technology	395,238.89			(395,238.89)
Plant Operations and Maintenance	7,457,521.99			(7,457,521.99)
Pupil Transportation	8,944,764.96			(8,944,764.96)
Unallocated Benefits	42,114,202.45		12,848,907.00	(29,265,295.45)
Special Schools				
Debt Service:				
Interest and other charges	747,389.39		401,916.00	(345,473.39)
Undistributed Depreciation	6,337,630.00			(6,337,630.00)
Total Governmental Activities	155,512,570.15		18,708,652.00	(136,803,918.15)
Business-type Activities:				
Enterprise Funds	3,962,183.80	2,616,648.98	1,449,149.91	103,615.09
Total Primary Government	\$ 159,474,753.95	\$ 2,616,648.98	\$ 20,157,801.91	\$ (136,803,918.15)
General Revenues:				
Taxes:				
Property Taxes, Levied for General Purposes, Net				\$ 97,640,346.00
State Aid				39,081,020.60
Miscellaneous Income				2,609,651.87
Total General Revenues				139,331,018.47
Change in Net Assets				2,527,100.32
Net Assets - Beginning				21,230,559.87
Net Assets - Ending				\$ 23,757,660.19
				\$ (51,925.16)
				\$ 103,615.09
				\$ (136,700,303.06)
				\$ 97,640,346.00
				39,081,020.60
				2,612,310.25
				139,333,676.85
				2,633,373.79
				21,072,361.24
				\$ 23,705,735.03

Fund Financial Statements - B

BRICK TOWNSHIP BOARD OF EDUCATION**BALANCE SHEET**

Exhibit B-1

GOVERNMENTAL FUNDS**JUNE 30, 2013**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
Assets:					
Cash and Cash Equivalents	\$ 5,819,205.78	\$	\$ 1,951,176.62	\$ 301,245.65	\$ 8,071,628.05
Due from Other Funds	1,955,250.78				1,955,250.78
Receivables from Other Governments	246,271.06	2,016,533.34			2,262,804.40
Other Receivables	334,480.31				334,480.31
Restricted Cash and Cash Equivalents	824,057.18				824,057.18
Total Assets	<u>9,179,265.11</u>	<u>2,016,533.34</u>	<u>1,951,176.62</u>	<u>301,245.65</u>	<u>13,448,220.72</u>
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	2,623,284.82	181,028.19	88,329.26		2,892,642.27
Interfund Payable		1,666,194.52			1,666,194.52
Payable to Other Governments		135,959.74			135,959.74
Deferred Revenue		33,350.89	186,077.27		219,428.16
Total Liabilities	<u>2,623,284.82</u>	<u>2,016,533.34</u>	<u>274,406.53</u>		<u>4,914,224.69</u>
Fund Balances:					
Assigned - Encumbrances	384,975.72				384,975.72
Restricted - Capital Reserve Account	824,057.18				824,057.18
Restricted - Excess Surplus	162,819.00				162,819.00
Restricted - Excess Surplus Designated for Subsequent Year's Expenditures	875,839.00				875,839.00
Assigned - Designated for Subsequent Year's Expenditures	5,087,175.00				5,087,175.00
Unassigned					
General Fund (Deficit)	(778,885.61)				(778,885.61)
Committed:					
Debt Service Fund				301,245.65	301,245.65
Capital Projects Fund			1,676,770.09		1,676,770.09
Total Fund Balances	<u>6,555,980.29</u>		<u>1,676,770.09</u>	<u>301,245.65</u>	<u>8,533,996.03</u>
Total Liabilities and Fund Balances	<u>\$ 9,179,265.11</u>	<u>\$ 2,016,533.34</u>	<u>\$ 1,951,176.62</u>	<u>\$ 301,245.65</u>	

Amounts reported for *governmental activities* in the Statement of Net Assets (A-1) are different because:

Capital assets are not reported in this fund financial statement because they are not current financial resources, but they are reported in the statement of net assets. The cost of the assets were \$123,968,815 and the accumulated depreciation is \$83,867,188	40,101,627.00
Accounts Receivable that are not available to pay current obligations are not reported in this fund financial statement, but they are presented in the statement of net assets	1,850,637.20
Bond Issuance costs are being amortized over the life of the related bonds. The amortization is not recorded in the funds. The original costs were \$126,720.	87,720.00
Bond Premiums are being amortized over the life of the related bonds. The amortization is not recorded in the funds. The original premium received was \$1,139,720.	(788,920.00)
Accrued interest is not recorded in the funds but is reflected in the statement of net assets.	(341,393.04)
Long-term liabilities including Bonds Payable are not reported in the fund financial statements. They are reported on the statement of net assets.	(25,686,007.00)

Net Assets of Governmental Activities

\$ 23,757,660.19

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

BRICK TOWNSHIP BOARD OF EDUCATION**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**

Exhibit B-2

GOVERNMENTAL FUNDS**FOR THE YEAR ENDED JUNE 30, 2013**

	<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:					
Local Tax Levy	\$ 95,145,685.00	\$	\$	\$ 2,494,661.00	\$ 97,640,346.00
Tuition Charges	344,633.36				344,633.36
Miscellaneous	2,098,529.45	56,371.67	166,489.06		2,321,390.18
Total - Local Sources	<u>97,588,847.81</u>	<u>56,371.67</u>	<u>166,489.06</u>	<u>2,494,661.00</u>	<u>100,306,369.54</u>
State Sources	50,099,642.72	394,234.74		401,916.00	50,895,793.46
Federal Sources	331,476.60	4,783,865.39			5,115,341.99
Total Revenues	<u>148,019,967.13</u>	<u>5,234,471.80</u>	<u>166,489.06</u>	<u>2,896,577.00</u>	<u>156,317,504.99</u>
Expenditures:					
Current:					
Regular Instruction	38,684,877.48				38,684,877.48
Special Education Instruction	13,951,427.93	2,512,943.96			16,464,371.89
Other Special Instruction	1,466,677.53	1,261,688.31			2,728,365.84
Other Instruction	2,606,213.71				2,606,213.71
Support Services and Undistributed Costs:					
Tuition	6,208,049.92				6,208,049.92
Student and Instruction Related Services	13,964,271.92	1,352,843.00			15,317,114.92
School Administrative Services	5,952,072.16				5,952,072.16
Other Administrative Services	894,283.80				894,283.80
Central Services and Administration	1,012,800.08				1,012,800.08
Information Technology	395,238.89				395,238.89
Plant Operations and Maintenance	7,457,521.99				7,457,521.99
Pupil Transportation	9,412,321.96				9,412,321.96
Unallocated Benefits	42,122,176.45				42,122,176.45
Debt Service:					
Principal				2,251,491.39	2,251,491.39
Interest and Other Charges				853,376.96	853,376.96
Capital Outlay	3,791,056.35		4,451,621.32		8,242,677.67
Total Expenditures	<u>147,918,990.17</u>	<u>5,127,475.27</u>	<u>4,451,621.32</u>	<u>3,104,868.35</u>	<u>160,602,955.11</u>
Excess (Deficiency) of Revenues over Expenditures	<u>100,976.96</u>	<u>106,996.53</u>	<u>(4,285,132.26)</u>	<u>(208,291.35)</u>	<u>(4,285,450.12)</u>
Other Financing Sources (Uses):					
Transfer from Capital Reserve to Capital Projects (Net)	(71,783.00)		71,783.00		
Transfer from Capital Outlay to Capital Projects (Net)	<u>(124,565.00)</u>		<u>124,565.00</u>		
Total Other Financing Sources and Uses	<u>(196,348.00)</u>		<u>196,348.00</u>		
Net Change in Fund Balances	(95,371.04)	106,996.53	(4,088,784.26)	(208,291.35)	(4,285,450.12)
Fund Balance - July 1	<u>6,651,351.33</u>	<u>(106,996.53)</u>	<u>5,765,554.35</u>	<u>509,537.00</u>	<u>12,819,446.15</u>
Fund Balance - June 30	<u>\$ 6,555,980.29</u>	<u>\$</u>	<u>\$ 1,676,770.09</u>	<u>\$ 301,245.65</u>	<u>\$ 8,533,996.03</u>

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

BRICK TOWNSHIP BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-3

Total Net Change in Fund Balances - Governmental Funds (from B-2)		\$ (4,285,450.12)
Amounts reported for governmental activities in the Statement of Activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their useful lives as depreciation expense, which depreciation exceeded capital outlays in the period.		
Depreciation Expense (net)	\$ (6,337,630.00)	
Capital Outlays (Net)	<u>9,318,855.00</u>	2,981,225.00
Liquidation of noncurrent liabilities are reflected in this fund's financial statements as an expense (use of current financial resources) but are reported in the statement of net activities as a reduction of noncurrent liabilities.		
		3,562,172.00
Bond issuance costs were expended in the funds when resources were used. In the Statement of Activities bond issuance costs are amortized over the life of the related debt.		
		(9,750.00)
Bond premiums were realized as a revenue when resources were received. In the Statement of Activities, bond premiums are amortized over the life of the related debt.		
		87,700.00
Revenues that are not available to pay current obligations are not reported in this fund financial statement, but they are presented in the statement of net assets:		
Current Year	1,829,162.01	
Prior year	<u>(106,996.53)</u>	1,722,165.48
Interest expense is reflected in the funds when paid, the Statement of Activities reflects interest expense when incurred consequently, accrued interest payable is not reflected in the funds. The net change in accrued interest was as follows:		
Current Year	(341,393.04)	
Prior year	<u>369,431.00</u>	28,037.96
Certain Liabilities are reflected in this fund's financial statements as an expense when liquidated (use of current financial resources) but are reported in the statement of net activities when liability is incurred.		
		(1,559,000.00)
Change in Net Assets of Governmental Activities (A-2)		<u>\$ 2,527,100.32</u>

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

BRICK TOWNSHIP BOARD OF EDUCATION
COMBINING STATEMENT OF NET ASSETS

Exhibit B-4

ENTERPRISE FUND

JUNE 30, 2013

	Total	Brick's Extended School Time	Food Services
Assets:			
Current Assets:			
Cash and Cash Equivalents	\$ 22,739.34	\$ 22,739.34	\$
Intergovernmental Accounts Receivable			
State	2,086.97		2,086.97
Federal	108,495.77		108,495.77
Interfund			
Other	20,172.17	19,772.17	400.00
Inventories	32,337.87		32,337.87
Total Current Assets	185,832.12	42,511.51	143,320.61
Noncurrent Assets:			
Equipment	1,329,779.00		1,329,779.00
Less - Accumulated Depreciation	(1,085,701.00)		(1,085,701.00)
Total Noncurrent Assets	244,078.00		244,078.00
Total Assets	429,910.12	42,511.51	387,398.61
Liabilities:			
Current Liabilities:			
Accounts Payable	74,152.01	13,405.53	60,746.48
Interfunds Payable	289,056.26		289,056.26
Compensated absences	90,617.09	9,269.13	81,347.96
Deposits on Account	28,009.92	5,655.92	22,354.00
Total Current Liabilities	481,835.28	28,330.58	453,504.70
Net Assets:			
Invested in Capital Assets	244,078.00		244,078.00
Unrestricted	(296,003.16)	14,180.93	(310,184.09)
Total Net Assets	\$ (51,925.16)	\$ 14,180.93	\$ (66,106.09)

BRICK TOWNSHIP BOARD OF EDUCATION
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS

Exhibit B-5

ENTERPRISE FUND

JUNE 30, 2013

	<u>Total</u>	<u>Supplemental Educational Services</u>	<u>Brick's Extended School Time</u>	<u>Food Services</u>
Operating Revenues:				
Local Sources:				
Daily Sales:				
School Lunch Program	\$ 724,587.38	\$	\$	\$ 724,587.38
School Breakfast Program	101,445.99			101,445.99
Daily Sales Non-reimbursable Programs	707,273.70			707,273.70
Miscellaneous	10,130.61			10,130.61
Supplemental Educational Services Before/After Care	7,155.00	7,155.00		
	1,066,056.30		1,066,056.30	
Total Operating Revenues	<u>2,616,648.98</u>	<u>7,155.00</u>	<u>1,066,056.30</u>	<u>1,543,437.68</u>
Operating Expenses:				
Salaries	1,548,641.89	5,737.50	475,381.37	1,067,523.02
Employee Benefits	699,954.85	437.68	80,295.90	619,221.27
Purchased Property Services	490,851.52		477,000.00	13,851.52
Other Purchased Services	23,846.31		6,129.62	17,716.69
Supplies and Materials	1,160,070.98		26,134.27	1,133,936.71
Depreciation	38,537.00			38,537.00
Other	281.25		141.00	140.25
Total Operating Expenses	<u>3,962,183.80</u>	<u>6,175.18</u>	<u>1,065,082.16</u>	<u>2,890,926.46</u>
Operating Gain (Loss)	<u>(1,345,534.82)</u>	<u>979.82</u>	<u>974.14</u>	<u>(1,347,488.78)</u>
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	26,530.64			26,530.64
Federal Sources:				
School Breakfast Program	314,640.39			314,640.39
National School Lunch Program	961,317.86			961,317.86
Milk Program	423.94			423.94
Food Distribution Program	146,237.08			146,237.08
Miscellaneous	193.40		193.40	
Disposal of Capital Assets	2,464.98			2,464.98
Total Nonoperating Revenues	<u>1,451,808.29</u>	<u></u>	<u>193.40</u>	<u>1,451,614.89</u>
Net Income/(Loss)	106,273.47	979.82	1,167.54	104,126.11
Net Assets, July 1	<u>(158,198.63)</u>	<u>(979.82)</u>	<u>13,013.39</u>	<u>(170,232.20)</u>
Net Assets, June 30	<u>\$ (51,925.16)</u>	<u>\$ -0-</u>	<u>\$ 14,180.93</u>	<u>\$ (66,106.09)</u>

BRICK TOWNSHIP BOARD OF EDUCATION
COMBINING STATEMENT OF CASH FLOWS

Exhibit B-6

ENTERPRISE FUND

JUNE 30, 2013

	<u>Total</u>	<u>Supplemental Educational Services</u>	<u>Brick's Extended School Time</u>	<u>Food Services</u>
Cash Flows from Operating Activities:				
Receipts from Daily Sales	\$ 1,543,037.68	\$	\$	\$ 1,543,037.68
Supplemental Educational Services Before/After Care	7,155.00 1,048,220.56	7,155.00	1,048,220.56	
Disbursements for Operating Expenses	(3,697,606.07)	(6,175.18)	(1,051,676.63)	(2,639,754.26)
Net Cash Provided by (Used for) Operating Activities	<u>(1,099,192.83)</u>	<u>979.82</u>	<u>(3,456.07)</u>	<u>(1,096,716.58)</u>
Cash Flow from Noncapital Financing Activities:				
State Sources	25,600.46			25,600.46
Federal Sources	1,250,178.27			1,250,178.27
Miscellaneous	1,309.14		193.40	1,115.74
Disposal of Capital Asset	2,464.98			2,464.98
Interfund - General Fund	(125,708.92)			(125,708.92)
Increase (Decrease) in Deposits on Account	(4,018.19)		(5,472.23)	1,454.04
Decrease (Increase) in Receivables	10,541.37	797.68	9,741.59	2.10
(Decrease) in Compensated Balances	(27,944.49)		(284.17)	(27,660.32)
Increase (Decrease) in Payables	(28,785.57)	(1,777.50)	(1,929.94)	(25,078.13)
(Increase)/Decrease in Inventory	(5,651.64)			(5,651.64)
Net Cash Provided by Non-Capital Financing Activities	<u>1,097,985.41</u>	<u>(979.82)</u>	<u>2,248.65</u>	<u>1,096,716.58</u>
Net Increase in Cash and Cash Equivalents	(1,207.42)		(1,207.42)	
Balance, July 1	<u>23,946.76</u>		<u>23,946.76</u>	
Balance, June 30	<u>\$ 22,739.34</u>	<u>\$ -0-</u>	<u>\$ 22,739.34</u>	<u>\$ -0-</u>
Cash Flows from Operating Activities:				
Operating Loss	\$ (1,347,488.78)	\$	\$	\$ (1,347,488.78)
Operating Gain	1,953.96	979.82	974.14	
Adjustments to Reconcile Operating Loss to Cash Provided by Operating Activities:				
Depreciation	38,537.00			38,537.00
Federal Commodities Consumed	146,237.08			146,237.08
Changes in Assets and Liabilities:				
(Increase)/Decrease in Inventory	5,651.64			5,651.64
(Increase)/Decrease in Accounts Receivable	(18,235.74)		(17,835.74)	(400.00)
Increase/(Decrease) in Accounts Payable	74,152.01		13,405.53	60,746.48
Net Cash Provided by (Used for) Operating Activities	<u>\$ (1,099,192.83)</u>	<u>\$ 979.82</u>	<u>\$ (3,456.07)</u>	<u>\$ (1,096,716.58)</u>

BRICK TOWNSHIP BOARD OF EDUCATION**COMBINING STATEMENT OF CHANGES IN**

Exhibit B-8

FIDUCIARY NET ASSETS**JUNE 30, 2013**

	<u>Unemployment Compensation Trust</u>
Additions:	
Interest Earned	\$ 5,329.97
Due From Payroll Agency	43,507.54
Payroll Deductions and Withholdings	96,276.79
Total Additions	<u>145,114.30</u>
Deductions:	
Disbursements	205,488.04
Total Deductions	<u>205,488.04</u>
Change in Net Assets	(60,373.74)
Net Assets, June 30, 2012	<u>1,892,927.99</u>
Net Assets, June 30, 2013	<u>\$ 1,832,554.25</u>

BRICK TOWNSHIP BOARD OF EDUCATION**STATEMENT OF FIDUCIARY NET ASSETS**

Exhibit B-7

JUNE 30, 2013

	<u>Unemployment Compensation Trust</u>	<u>Agency Funds</u>
Assets:		
Cash and Cash Equivalents	\$ 1,789,046.71	\$ 1,103,956.43
Due from Payroll Agency Account	<u>43,507.54</u>	<u> </u>
Total Assets	<u>1,832,554.25</u>	<u>\$ 1,103,956.43</u>
Liabilities:		
Payroll Deductions and Withholdings		\$ 753,925.99
Due to Unemployment Compensation Trust Account		43,507.54
Due to Student Groups		<u>306,522.90</u>
Total Liabilities		<u>\$ 1,103,956.43</u>
Net Assets:		
Reserved - Unemployment Benefits	<u>1,832,554.25</u>	
Total Net Assets	<u>\$ 1,832,554.25</u>	

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

BRICK TOWNSHIP BOARD OF EDUCATION
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of 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. The operations of the District include elementary, middle and high schools located in the Township of Brick.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation

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

The district-wide financial statements (A-1 and A-2) include the statement of net assets and the statement of activities. These statements report financial information of the District as a whole excluding the fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the statement of activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported through taxes and user fees, from business-type activities, generally financed in whole or in part with fees charged to external customers.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

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

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

The District reports the following governmental funds:

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

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

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

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

The District reports the following proprietary fund:

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

The District's Enterprise Fund is comprised of the Food Service Fund, BEST (Brick's Extended School Time) and SES (Supplemental Educational Services).

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

Equipment	5-20 Years
-----------	------------

Additionally, the District reports the following fund type:

Fiduciary Funds - The Fiduciary Funds are used to account for assets held by the District on behalf of others and includes the Payroll Agency Fund and Unemployment Compensation Insurance Trust Fund.

C. Basis of Accounting

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

District-wide, proprietary, and fiduciary fund financial statements: The district-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**C. Basis of Accounting (Continued)**

Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. The tax revenues are recognized in the year for which they are levied (see Note 1.d.). Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all requirements have been satisfied.

Governmental fund financial statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon thereafter to pay current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

D. Property Taxes

Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

E. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-1.2. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2013 were insignificant.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgets/Budgetary Control (Continued)

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

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

F. Encumbrances

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

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

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

G. Cash, Cash Equivalents and Investments

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Cash, Cash Equivalents and Investments (Continued)

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

H. Tuition Receivable

Tuition charges were established by the District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

I. Tuition Payable

Tuition charges for the fiscal years 2012-2013 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

J. Inventories and Prepaid Expenses

Inventories and prepaid expenses, which benefit future periods, are recorded as an expenditure during the year of purchase.

Inventories in the enterprise funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2013.

K. Short-Term Interfund Receivables/Payables

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

L. Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs is not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Capital Assets (Continued)

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

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

M. Compensated Absences

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will pay for the compensated absences.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

N. Deferred Revenue

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

O. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. Bonds are recognized as a liability on the fund financial statements when due.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**P. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Q. Fund Balance Reserves

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances and excess surplus as defined by State law.

R. Revenues - Exchange and Non-exchange Transactions

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

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service, before and after care program and supplemental services. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

T. Management Estimates

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

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, and short term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The District classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation ("FDIC"), or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal five percent of the average daily balance of public funds; or

If the public funds deposited exceed 75 percent of the funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

At year-end the carrying amount of the District's deposits was \$11,811,428 and the bank balance amount was \$15,133,316. Of this amount \$250,000 was covered by federal depository insurance and a collateral pool under New Jersey's Governmental Unit Deposit Protection Act covered \$14,883,316

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**B. Investments**

New Jersey statutes permit the District to purchase the following types of securities:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

C. Credit Risk Categories

All bank deposits and investments as of the balance sheet date are classified as to credit risk by the following categories described below:

	<u>Bank Balance</u>	
	<u>2013</u>	<u>2012</u>
<u>Depository Account</u>		
Insured:		
FDIC	\$ 250,000	\$ 250,000
GUDPA	<u>14,883,316</u>	<u>18,568,172</u>
	<u>\$ 15,133,316</u>	<u>\$ 18,818,172</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 District does not have a formal policy for custodial credit risk.

State law limits investments as noted above.

During the year the District had none of its idle funds invested in repurchase agreements collateralized by eligible securities. At the close of the year, no such investments were held by the District.

NOTE 3. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Brick Township Board of Education for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's Long Range Facilities Plan, ("LRFP"). Upon submission of the LRFP to the department, a district may deposit funds 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 amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2012 to June 30, 2013 fiscal year is as follows:

Beginning Balance July 1, 2012		\$ 1,526,516
Interest Earnings		2,216
Withdrawals:		
Capital Outlay Expenditures	\$ (632,892)	
Capital Projects Fund	(71,783)	
Total Withdrawals		<u>(704,675)</u>
Ending Balance June 30, 2013		\$ <u>824,057</u>

The June 30, 2013 LRFP balance of local support costs of uncompleted capital projects is greater than the capital reserve balance. There was a withdrawal from the capital reserve for DOE approved facilities projects.

NOTE 4. CAPITAL ASSETS

Capital assets consisted of the following at June 30, 2013:

	<u>Balance June 30, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2013</u>
Governmental Activities:				
Capital Asses not being Depreciated:				
Land	\$ 5,718,560	\$	\$	\$ 5,718,560
Construction in Progress	332,711	5,718,557		6,051,268
Total Capital Assets not being Depreciated	<u>6,051,271</u>	<u>5,718,557</u>		<u>11,769,828</u>
Site Improvements	7,699,116	677,187		8,376,303
Buildings and Improvements	83,856,339	847,318		84,703,657
Machinery and Equipment	17,057,787	2,075,793	(14,553)	19,119,027
Totals at Historical Cost	<u>108,613,242</u>	<u>3,600,298</u>	<u>(14,553)</u>	<u>112,198,987</u>
Total Gross Assets (Memo Only)	<u>114,664,513</u>	<u>9,318,855</u>	<u>(14,553)</u>	<u>123,968,815</u>
Less Accumulated Depreciation:				
Site Improvements	(4,066,097)	(243,442)		(4,309,539)
Buildings and Improvements	(61,565,766)	(5,068,214)		(66,633,980)
Machinery and Equipment	(11,912,248)	(1,025,974)	14,553	(12,923,669)
Total Accumulated Depreciation	<u>(77,544,111)</u>	<u>(6,337,630)</u>	<u>14,553</u>	<u>(83,867,188)</u>
Governmental Activities Capital Assets (Net)	<u>\$ 37,120,402</u>	<u>\$ 2,981,225</u>	<u>\$</u>	<u>\$ 40,101,627</u>

NOTE 4. CAPITAL ASSETS (CONTINUED)

	<u>Balance June 30, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2013</u>
Business-Type Activities:				
Equipment	\$ 1,342,078	\$	\$ (12,299)	\$ 1,329,779
Less Accumulated Depreciation:				
Equipment	<u>(1,058,848)</u>	<u>(38,537)</u>	<u>11,684</u>	<u>(1,085,701)</u>
Business-Type Capital Assets (Net)	<u>\$ 283,230</u>	<u>\$ (38,537)</u>	<u>\$ (615)</u>	<u>\$ 244,078</u>

NOTE 5. NON-CURRENT LIABILITIES

During the fiscal year ended June 30, 2013 the following changes occurred in the non-current liabilities:

	<u>Balance July 1, 2012</u>	<u>Increases/ (Decreases)</u>	<u>Balance June 30, 2013</u>	<u>Amount Due Within 1 Year</u>
Government Activities:				
Bonds, Loans and Capital Leases:				
Bonds Payable	\$ 20,759,000	\$ (1,945,000)	\$ 18,814,000	\$ 1,940,000
Capital Leases	904,349	(778,855)	125,494	107,319
Loans Payable	623,941	(306,491)	317,450	317,450
Total Bonds, Loans and Capital Leases	<u>22,287,290</u>	<u>(3,030,346)</u>	<u>19,256,944</u>	<u>2,364,769</u>
Other Liabilities:				
Operating Lease		1,035,148	1,035,148	515,158
Compensated Absences	4,687,406	188,258	4,875,664	750,000
Insurance Claims and Judgments	714,483	(196,232)	518,251	
Total Other Liabilities	<u>5,401,889</u>	<u>1,027,174</u>	<u>6,429,063</u>	<u>1,265,158</u>
Total Government Long-Term Liabilities	<u>\$ 27,689,179</u>	<u>\$ (2,003,172)</u>	<u>\$ 25,686,007</u>	<u>\$ 3,629,927</u>
Business-Type Activities:				
Other Liabilities:				
Compensated Absences	<u>\$ 118,562</u>	<u>\$ (27,945)</u>	<u>\$ 90,617</u>	<u>\$</u>

A. Bonds Payable

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

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

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 1,940,000	\$ 771,465	\$ 2,711,465
2015	1,990,000	701,253	2,691,253
2016	2,055,000	633,428	2,688,428
2017	2,130,000	547,728	2,677,728
2018	2,215,000	452,571	2,667,571
2019-23	8,099,000	958,196	9,057,196
2024-25	<u>385,000</u>	<u>20,061</u>	<u>405,061</u>
	<u>\$ 18,814,000</u>	<u>\$ 4,084,702</u>	<u>\$ 22,898,702</u>

NOTE 5. NON-CURRENT LIABILITIES (CONTINUED)**B. Obligations Under Capital Leases**

The District is leasing capital items and equipment under capital leases. All capital leases are for terms of varying years. The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2013:

<u>Year Ending</u> <u>June 30</u>	
2014	\$ 634,291
2015	<u>543,105</u>
Total Minimum Lease Payments	1,177,396
Less: Amount Representing Interest	<u>16,755</u>
Present Value of Lease Payments	\$ <u>1,160,641</u>

C. Loans Payable

The District borrowed from the New Jersey Economic Development Authority \$1,154,850 for a twenty year period at an interest rate of 1.50% and \$3,464,550 for a twenty year period at an interest rate of 5.288% on August 18, 1993. Principal and interest due on the loans payable are as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ <u>317,450</u>	\$ <u>7,242</u>	\$ <u>324,692</u>

NOTE 6. PENSION PLANS**Description of Systems**

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

NOTE 6. PENSION PLANS (CONTINUED)

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

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System ("PERS") was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan.

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

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

NOTE 6. PENSION PLANS (CONTINUED)**Contribution Requirements (Continued)****Three-Year Trend Information for PERS**

<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net</u> <u>Pension</u> <u>Obligation</u>
06/30/13	\$ 1,966,573	100%	\$ 1,966,573
06/30/12	2,009,778	100%	2,009,778
06/30/11	1,965,626	100%	1,965,626

Three-Year Trend Information for TPAF (Paid On-Behalf of the District)

<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net</u> <u>Pension</u> <u>Obligation</u>
06/30/13	\$ 8,326,770	-0-	\$ -0-
06/30/12	5,799,090	-0-	-0-
06/30/11	4,078,829	-0-	-0-

During the fiscal year ended June 30, 2013, the State of New Jersey contributed \$8,326,270 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$4,521,014 during the year ended June 30, 2013 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

NOTE 7. POST-RETIREMENT BENEFITS

P.L. 1987, c. 384 and P.L. 1990, c. 6 required Teachers' Pensions and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), respectively, to fund post-retirement medical benefits of those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2012, there were 97,661 retirees receiving post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c. 62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992, c. 126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$146.6 million toward Chapter 126 benefits for 16,618 eligible retired members in Fiscal Year 2012.

NOTE 8. COMPENSATED ABSENCES

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences".

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The amount at June 30, 2013 is \$4,875,664.

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

NOTE 9. DEFERRED COMPENSATION

Brick Township Board of Education offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The below listed vendors have been authorized by the district, have all signed Sharing Agreements and agree to operate in accordance with current regulations and district policies. The District does not use a Third Party Administrator.

AIG Retirement Advisors, Inc.
450 Headquarters Plaza
Morristown, NJ 07960

AXA Equitable
Retirement Benefits Group
333 Thornall Street, 8th Floor
Edison, NJ 08837

Ameriprise Financial Services, Inc.
101 Union Avenue
Brielle, NJ 08730

Met Life Resources
110 Barnes Road
Wallingford, CT 06492

NOTE 10. RISK MANAGEMENT

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies, therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2013 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants, therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

NOTE 10. RISK MANAGEMENT (CONTINUED)

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

The District has several insurance policies of which certain actuarial assumptions are used by the insurance carrier to calculate "Incurred but not Reported" ("IBNR") amounts at year-end. Such amounts are reflected in the Government-wide Financial Statements as liabilities. At June 30, 2013 the resultant IBNR was \$714,493.

It was also noted that the entire IBNR is adjusted for changes in estimate at year-end and such changes are reflected in the district's budget and the entire liability is treated as a liability for budgetary purposes.

NOTE 11. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2013:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 1,955,251	\$
Special Revenue Fund		1,666,195
Enterprise Fund	_____	289,056
	<u>\$ 1,955,251</u>	<u>\$ 1,955,251</u>

NOTE 12. INVENTORY

Inventory in the Food Service Fund at June 30, 2013 consisted of the following:

Food and Supplies	\$ <u>32,338</u>
-------------------	------------------

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

NOTE 13. CONTINGENT LIABILITIES

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

NOTE 14. FUND BALANCE APPROPRIATED

General Fund - Of the \$6,555,980 General Fund balance at June 30, 2013, \$384,976 is assigned for encumbrances, \$824,057 is restricted for capital reserve, \$162,819 is restricted for excess surplus, \$5,087,175 is assigned for subsequent year expenditures, \$875,839 is restricted - excess surplus designated for subsequent expenditures and \$(778,886) is unassigned.

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2013 is \$1,038,658 of which \$875,839 is designated for use in the 2014 year and \$162,819 for the 2015 year.

NOTE 16. DEFICIT BALANCE

Governmental Funds

The District has a deficit fund balance of \$778,886 in the General Fund as of June 30, 2013 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district can not recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action.

Enterprise Fund

The District has a deficit fund balance of \$296,003 in the Food Service Enterprise Fund as of June 30, 2013 as reported in the fund statements. This deficit is the result of the Food Service Enterprise Fund's expenditures exceeding its revenues in previous years.

NOTE 16. DEFICIT BALANCE (CONTINUED)**Statement of Net Assets - Governmental Activities**

The District has a deficit reflected on the Statement of Net Assets of \$927,754 for Government Activities. This deficit was a result of the aforementioned State aid revenue recognition differences between budgetary and GAAP. The deficit reflected is less than the GAAP adjustment from the budgetary State aid (\$4,870,472).

NOTE 17. SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 18, 2013, the date the financial statements were available to be issued.

Also, on July 26, 2013 the District entered into a three year lease purchase for textbooks and computer equipment in the amount of \$1,900,000.

Budgetary Comparison Schedules - C

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 1 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 95,145,685.00	\$	\$ 95,145,685.00	\$ 95,145,685.00	\$
Tuition	178,657.00		178,657.00	344,633.36	165,976.36
Transportation Fees from Other LEAs	70,000.00		70,000.00	40,870.09	(29,129.91)
Interest Earned on Capital Reserve Funds	7,500.00		7,500.00	2,216.41	(5,283.59)
Unrestricted Miscellaneous Revenues	1,758,920.00		1,758,920.00	2,055,442.95	296,522.95
Total Local Sources	<u>97,160,762.00</u>		<u>97,160,762.00</u>	<u>97,588,847.81</u>	<u>428,085.81</u>
State Sources:					
Extraordinary Aid	450,000.00		450,000.00	1,329,075.00	879,075.00
Other State Aids				18,235.59	18,235.59
Categorical Special Education Aid	5,341,631.00		5,341,631.00	5,341,631.00	
Equalization Aid	9,517,398.00		9,517,398.00	9,517,398.00	
Categorical Security Aid	999,541.00		999,541.00	999,541.00	
Adjustment Aid	15,056,746.00		15,056,746.00	15,056,746.00	
Categorical Transportation Aid	4,839,332.00		4,839,332.00	4,839,332.00	
Non-Budgeted					
On-behalf TPAF Post-Retirement Medical Contributions				4,418,860.00	4,418,860.00
Teachers' Pension and Annuity Fund				3,907,910.00	3,907,910.00
Reimbursed TPAF Social Security Contributions				4,521,014.13	4,521,014.13
Total State Sources	<u>36,204,648.00</u>		<u>36,204,648.00</u>	<u>49,949,742.72</u>	<u>13,745,094.72</u>
Federal Sources:					
Education Jobs Fund		9,852.87	9,852.87	9,852.87	
Medicaid Reimbursement	164,842.00		164,842.00	321,623.73	156,781.73
Total Federal Sources	<u>164,842.00</u>	<u>9,852.87</u>	<u>174,694.87</u>	<u>331,476.60</u>	<u>156,781.73</u>
Total Revenues	<u>133,530,252.00</u>	<u>9,852.87</u>	<u>133,540,104.87</u>	<u>147,870,067.13</u>	<u>14,329,962.26</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 2 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers	\$ 846,621.00	\$ (21,145.00)	\$ 825,476.00	\$ 800,347.86	\$ 25,128.14
Preschool/Kindergarten	11,354,374.00	413,766.80	11,768,140.80	11,690,131.06	78,009.74
Grades 1-5 - Salaries of teachers	7,872,314.00	152,120.00	8,024,434.00	7,983,207.28	41,226.72
Grades 6-8	13,109,584.00	152,343.54	13,261,927.54	13,220,301.74	41,625.80
Grades 9-12					
Regular Programs - Home Instruction:					
Salaries of Teachers	521,000.00	(30,000.00)	491,000.00	407,516.42	83,483.58
Purchased Professional Educational Services	110,000.00	29,419.00	139,419.00	139,351.08	67.92
Regular Programs - Undistributed Instruction:					
Purchased Technical Services	165,200.00	(87,684.00)	77,516.00	68,528.50	8,987.50
Other Purchased Services	1,463,241.00	657,671.24	2,120,912.24	2,090,143.73	30,768.51
General Supplies	2,197,672.15	(172,080.78)	2,025,591.37	1,808,973.01	216,618.36
Textbooks	416,403.00	(60,412.00)	355,991.00	342,387.91	13,603.09
Other Objects	169,993.00	860.00	170,853.00	133,988.89	36,864.11
Total Regular Programs - Instruction	<u>38,226,402.15</u>	<u>1,034,858.80</u>	<u>39,261,260.95</u>	<u>38,684,877.48</u>	<u>576,383.47</u>
Special Education Instruction:					
Cognitive - Moderate:					
Salaries of Teachers	280,436.00	12,627.00	293,063.00	281,473.50	11,589.50
Other Salaries of Instruction	109,426.00	2,309.00	111,735.00	111,471.78	263.22
General Supplies	7,927.00		7,927.00	6,696.17	1,230.83
Total Cognitive - Moderate	<u>397,789.00</u>	<u>14,936.00</u>	<u>412,725.00</u>	<u>399,641.45</u>	<u>13,083.55</u>
Learning and/or Language Disabilities:					
Salaries of Teachers	3,016,619.00	433,420.00	3,450,039.00	3,421,674.60	28,364.40
Other Salaries for Instruction	1,064,587.00	27,502.00	1,092,089.00	1,083,074.65	9,014.35
Other Purchased Services	1,200.00	(874.00)	326.00	326.00	
General Supplies	31,646.00		31,646.00	22,466.58	9,179.42
Textbooks	1,472.00		1,472.00	357.54	1,114.46
Total Learning and/or Language Disabilities	<u>4,115,524.00</u>	<u>460,048.00</u>	<u>4,575,572.00</u>	<u>4,527,899.37</u>	<u>47,672.63</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 3 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
Special Education - Instruction (Continued):					
Behavioral Disabilities:					
Salaries of Teachers	\$ 527,364.00	\$ (251,711.00)	\$ 275,653.00	\$ 275,557.60	\$ 95.40
Other Salaries for Instruction	247,883.00	(114,156.00)	133,727.00	132,808.76	918.24
Other Purchased Services	1,500.00	(1,500.00)			
General Supplies	1,191.00		1,191.00	185.64	1,005.36
Total Behavioral Disabilities	<u>777,938.00</u>	<u>(367,367.00)</u>	<u>410,571.00</u>	<u>408,552.00</u>	<u>2,019.00</u>
Multiple Disabilities:					
Salaries of Teachers	877,965.00	291,114.00	1,169,079.00	1,160,914.16	8,164.84
Other Salaries for Instruction	516,325.00	21,439.00	537,764.00	531,975.54	5,788.46
Other Purchased Services	1,500.00	(751.00)	749.00	599.00	150.00
General Supplies	15,424.00		15,424.00	12,824.54	2,599.46
Total Multiple Disabilities	<u>1,411,214.00</u>	<u>311,802.00</u>	<u>1,723,016.00</u>	<u>1,706,313.24</u>	<u>16,702.76</u>
Resource Room/Resource Center:					
Salaries of Teachers	6,385,232.00	(388,831.00)	5,996,401.00	5,903,088.66	93,312.34
Other Salaries for Instruction	210,849.00	(193,058.00)	17,791.00	13,161.41	4,629.59
General Supplies	54,372.00		54,372.00	42,062.57	12,309.43
Textbooks	18,857.00		18,857.00	15,361.92	3,495.08
Total Resource Room/Resource Center	<u>6,669,310.00</u>	<u>(581,889.00)</u>	<u>6,087,421.00</u>	<u>5,973,674.56</u>	<u>113,746.44</u>
Preschool Disabilities - Part Time					
Salaries of Teachers	291,760.00	(47,568.00)	244,192.00	241,538.02	2,653.98
Other Salaries for Instruction	193,461.00	(33,421.00)	160,040.00	157,192.47	2,847.53
Other Purchased Services	16,100.00		16,100.00	14,415.51	1,684.49
Total Preschool Disabilities - Part Time	<u>501,321.00</u>	<u>(80,989.00)</u>	<u>420,332.00</u>	<u>413,146.00</u>	<u>7,186.00</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 4 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
Special Education - Instruction (Continued):					
Preschool Disabilities - Full Time	\$ 190,852.00	\$ 55,661.00	\$ 246,513.00	\$ 246,513.00	\$
Salaries of Teachers	233,910.00	32,620.00	266,530.00	266,398.39	131.61
Other Salaries for Instruction	9,840.00	(350.00)	9,490.00	8,939.92	550.08
General Supplies	434,602.00	88,281.00	522,883.00	522,201.31	681.69
Total Preschool Disabilities - Full Time	14,307,698.00	(155,178.00)	14,152,520.00	13,951,427.93	201,092.07
Total Special Education - Instruction					
Basic Skills/Remedial Instruction:					
Salaries of Teachers	1,519,937.00	7,655.00	1,527,592.00	1,439,408.69	88,183.31
Other Salaries for Instruction	12,995.00	167.00	13,162.00	13,161.59	.41
General Supplies	16,291.00	1,044.00	17,335.00	14,107.25	3,227.75
Total Basic Skills/Remedial Instruction	1,549,223.00	8,866.00	1,558,089.00	1,466,677.53	91,411.47
Bilingual Education - Instruction:					
Salaries of Teachers	589,230.00	44,156.78	633,386.78	627,176.70	6,210.08
General Supplies	1,000.00		1,000.00	593.30	406.70
Total Bilingual Education - Instruction	590,230.00	44,156.78	634,386.78	627,770.00	6,616.78
School - Sponsored Co/Extra Curricular Activities - Instruction					
Salaries of Teachers	238,714.00	3,000.00	241,714.00	235,930.00	5,784.00
Purchased Services	31,835.00	(3,728.00)	28,107.00	26,800.79	1,306.21
Supplies and Materials	29,451.00	7,473.24	36,924.24	27,921.86	9,002.38
Other Objects	15,387.00	(5,699.24)	9,687.76	3,387.45	6,300.31
Total School - Sponsored Co/Extra Curricular Activities - Instruction	315,387.00	1,046.00	316,433.00	294,040.10	22,392.90

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 5 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
School - Sponsored Athletics - Instruction:					
Salaries	\$ 1,235,904.00	\$ 28,098.85	\$ 1,264,002.85	\$ 1,259,274.02	\$ 4,728.83
Purchased Services	260,875.00	(5,900.00)	254,975.00	244,532.09	10,442.91
Supplies and Materials	159,003.00	5,440.00	164,443.00	157,263.98	7,179.02
Other Objects	27,740.00	(1,000.00)	26,740.00	23,333.52	3,406.48
Total School - Sponsored Athletics - Instruction	1,683,522.00	26,638.85	1,710,160.85	1,684,403.61	25,757.24
Total Instruction	56,672,462.15	960,388.43	57,632,850.58	56,709,196.65	923,653.93
Undistributed Expenditures					
Instruction:					
Tuition - Other LEA's within the State - Regular	13,000.00		13,000.00	12,900.00	100.00
Tuition - Other LEA's within the State - Special	452,426.00	(13,898.00)	438,528.00	390,143.91	48,384.09
Tuition - County Special Services Districts/Regional Day School	103,900.00	(103,900.00)			
Tuition - Private Schools for the Disabled - within State	5,695,724.00	(91,932.00)	5,603,792.00	5,318,138.11	285,653.89
Tuition - Private Schools for the Disabled and Other LEA's - Out of State	90,552.00	7,828.00	98,380.00	98,327.50	52.50
Tuition - State Facilities	49,470.00		49,470.00	49,460.00	10.00
Tuition - Other	759,124.00	(417,193.00)	341,931.00	339,080.40	2,850.60
Total Undistributed Expenditures - Instruction	7,164,196.00	(619,095.00)	6,545,101.00	6,208,049.92	337,051.08

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 6 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Attendance and Social Work:					
Salaries	\$ 819,072.00	\$ 31,123.15	\$ 850,195.15	\$ 823,360.08	\$ 26,835.07
Supplies and Materials	2,350.00		2,350.00	2,135.97	214.03
Total Attendance and Social Work	<u>821,422.00</u>	<u>31,123.15</u>	<u>852,545.15</u>	<u>825,496.05</u>	<u>27,049.10</u>
Health Services:					
Salaries	1,299,847.00	90,267.00	1,390,114.00	1,342,618.72	47,495.28
Purchased Professional and Technical Services	47,946.00	1,100.00	49,046.00	48,392.64	653.36
Other Purchased Services	34,070.00	(2,200.00)	31,870.00	31,387.00	483.00
Supplies and Materials	37,770.00	1,630.00	39,400.00	33,716.27	5,683.73
Total Health Services	<u>1,419,633.00</u>	<u>90,797.00</u>	<u>1,510,430.00</u>	<u>1,456,114.63</u>	<u>54,315.37</u>
Other Support Services Students - Related Services:					
Salaries	1,537,416.00	(40,094.00)	1,497,322.00	1,434,709.35	62,612.65
Purchased Professional - Educational Services	337,500.00	(92,068.00)	245,432.00	72,372.61	173,059.39
Supplies and Materials		3,400.00	3,400.00	3,288.06	111.94
Total Other Support Services Students - Related Services	<u>1,874,916.00</u>	<u>(128,762.00)</u>	<u>1,746,154.00</u>	<u>1,510,370.02</u>	<u>235,783.98</u>
Other Support Services Students - Extra Services:					
Salaries	3,216,192.00	395,737.00	3,611,929.00	3,579,398.11	32,530.89
Purchased Professional - Educational Services	358,820.00	488,770.00	847,590.00	638,475.95	209,114.05
Supplies and Materials	8,810.00	2,635.00	11,445.00	11,422.47	22.53
Other Objects	15,000.00	(8,635.00)	6,365.00		6,365.00
Total Other Support Services Students - Extra Services	<u>3,598,822.00</u>	<u>878,507.00</u>	<u>4,477,329.00</u>	<u>4,229,296.53</u>	<u>248,032.47</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 7 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Other Support Services Students - Guidance:					
Salaries of Other Professional Staff	\$ 1,435,605.00	\$ 58,428.00	\$ 1,494,033.00	\$ 1,443,974.74	\$ 50,058.26
Salaries of Secretarial and Clerical Assistants	226,874.00	9,551.70	236,425.70	236,425.70	
Other Purchased Services	8,270.00		8,270.00	8,266.00	4.00
Supplies and Materials	19,289.00	6,560.00	25,849.00	22,268.34	3,580.66
Other Objects	7,583.00		7,583.00	5,705.88	1,877.12
Total Support Services Students - Guidance:	<u>1,697,621.00</u>	<u>74,539.70</u>	<u>1,772,160.70</u>	<u>1,716,640.66</u>	<u>55,520.04</u>
Other Support Services Students - Child Study Teams:					
Salaries of Other Professional Staff	2,096,433.00	2,503.00	2,098,936.00	2,091,841.06	7,094.94
Salaries of Secretarial and Clerical Assistants	326,590.00	8,346.00	334,936.00	326,387.57	8,548.43
Other Salaries		43,950.00	43,950.00	24,675.00	19,275.00
Purchased Professional - Educational Services	129,200.00	(31,790.00)	97,410.00	61,243.25	36,166.75
Other Purchased Services	66,443.00	65.00	66,508.00	66,271.76	236.24
Residential Costs	143,106.00	4,095.00	147,201.00	147,095.00	106.00
Miscellaneous Purchased Services	18,400.00		18,400.00	7,682.08	10,717.92
Supplies and Materials	80,074.00	(30,715.00)	49,359.00	48,255.51	1,103.49
Other Objects	9,740.00	(9,094.00)	646.00	646.00	
Total Other Support Services Students - Child Study Teams	<u>2,869,986.00</u>	<u>(12,640.00)</u>	<u>2,857,346.00</u>	<u>2,774,097.23</u>	<u>83,248.77</u>
Improvement of Instructional Services:					
Salaries of Supervisor of Instruction	224,653.00	94,736.00	319,389.00	316,099.84	3,289.16
Salaries of other Professional Staff		9,000.00	9,000.00	1,000.00	8,000.00
Salaries of Secretarial and Clerical Assistant	98,229.00	2,983.54	101,212.54	95,434.32	5,778.22
Other Purchased Services	4,000.00	(500.00)	3,500.00	1,580.48	1,919.52
Supplies and Materials	11,000.00	(6,167.00)	4,833.00	4,831.22	1.78
Other Objects	2,500.00	940.00	3,440.00	3,440.00	
Total Improvement of Instructional Services	<u>340,382.00</u>	<u>100,992.54</u>	<u>441,374.54</u>	<u>422,385.86</u>	<u>18,988.68</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 8 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Instructional Staff Training Services:					
Salaries of Other Professional Staff	87,810.00	65,550.00	153,360.00	123,160.00	\$ 30,200.00
Total Instructional Staff Training Services	<u>87,810.00</u>	<u>65,550.00</u>	<u>153,360.00</u>	<u>123,160.00</u>	<u>\$ 30,200.00</u>
Educational Media Services/School Library:					
Salaries	876,317.00	(67,865.00)	808,452.00	796,491.83	11,960.17
Other Purchased Services	39,000.00		39,000.00	38,340.00	660.00
Supplies and Materials	83,407.00	2,692.00	86,099.00	47,935.23	38,163.77
Other Objects	34,702.00	(2,692.00)	32,010.00	23,943.88	8,066.12
Total Educational Media Services/School Library	<u>1,033,426.00</u>	<u>(67,865.00)</u>	<u>965,561.00</u>	<u>906,710.94</u>	<u>58,850.06</u>
Support Services General Administration:					
Salaries	458,330.00	(6,070.00)	452,260.00	425,861.75	26,398.25
Legal Services	185,750.00		185,750.00	175,159.61	10,590.39
Audit Fees	32,500.00		32,500.00	30,000.00	2,500.00
Other Purchased Professional Services	17,775.00	2,100.00	19,875.00	17,775.00	2,100.00
Purchased Technical Services	1,000.00		1,000.00		1,000.00
Communications/Telephone	54,215.00	97,569.90	151,784.90	131,659.02	20,125.88
BOE Other Purchased Services	8,290.00	(152.00)	8,138.00	3,804.26	4,333.74
Miscellaneous Purchased Services	57,815.00	18,600.00	76,415.00	68,872.90	7,542.10
General Supplies	7,960.76	152.00	8,112.76	7,798.70	314.06
Judgment Against the School District	31,500.00	(27,665.00)	3,835.00		3,835.00
Miscellaneous Expenditures	7,140.00		7,140.00	6,073.00	1,067.00
BOE Membership Dues and Fees	28,513.00		28,513.00	27,279.56	1,233.44
Total Support Services General Administration	<u>890,788.76</u>	<u>84,534.90</u>	<u>975,323.66</u>	<u>894,283.80</u>	<u>81,039.86</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 9 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Support Services School Administration:					
Salaries of Principals/Assistant Principals	\$ 3,642,726.00	\$ 4,312.12	\$ 3,647,038.12	\$ 3,627,291.99	\$ 19,746.13
Salaries of Other Professional Staff	1,188,578.00	(152,587.30)	1,035,990.70	1,028,840.50	7,150.20
Salaries of Secretarial and Clerical Assistants	1,036,904.00	25,453.93	1,062,357.93	1,046,215.34	16,142.59
Other Purchased Services	46,544.00	92,875.00	139,419.00	136,182.57	3,236.43
Supplies and Materials	119,233.00	10,987.00	130,220.00	106,689.26	23,530.74
Other Objects	9,807.00	215.00	10,022.00	6,852.50	3,169.50
Total Support Services School Administration	<u>6,043,792.00</u>	<u>(18,744.25)</u>	<u>6,025,047.75</u>	<u>5,952,072.16</u>	<u>72,975.59</u>
Central Services:					
Salaries	923,821.00	(10,470.17)	913,350.83	880,152.55	33,198.28
Misc. Purchased Services	76,283.00	19,605.00	95,888.00	92,643.86	3,244.14
Supplies and Materials	43,721.00	(3,308.00)	40,413.00	25,941.17	14,471.83
Miscellaneous Expenditures	14,322.00	2,290.00	16,612.00	14,062.50	2,549.50
Total Central Services	<u>1,058,147.00</u>	<u>8,116.83</u>	<u>1,066,263.83</u>	<u>1,012,800.08</u>	<u>53,463.75</u>
Administration Information Technology:					
Salaries	439,568.00	(30,500.00)	409,068.00	390,912.10	18,155.90
Other Purchased Services	4,327.00		4,327.00	4,326.79	.21
Supplies and Materials	1,500.00	(1,500.00)			
Total Administration Information Technology	<u>445,395.00</u>	<u>(32,000.00)</u>	<u>413,395.00</u>	<u>395,238.89</u>	<u>18,156.11</u>
Required Maintenance for School Facilities:					
Salaries	843,414.00	(54,160.00)	789,254.00	767,765.91	21,488.09
Cleaning, Repairing and Maintenance Services	278,190.00		278,190.00	232,229.96	45,960.04
General Supplies	375,907.07	(20,600.00)	355,307.07	321,541.25	33,765.82
Other Objects	16,969.00	(590.00)	16,379.00	16,253.61	125.39
Total Required Maintenance for School Facilities	<u>1,514,480.07</u>	<u>(75,350.00)</u>	<u>1,439,130.07</u>	<u>1,337,790.73</u>	<u>101,339.34</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 10 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Undistributed Expenditures - Custodial Services					
Salaries	\$ 3,052,135.00	\$ (75,075.34)	\$ 2,977,059.66	\$ 2,930,502.96	\$ 46,556.70
Purchased Professional and Technical Services	49,200.00	2,780.00	51,980.00	42,194.20	9,785.80
Cleaning, Repair and Maintenance Services	68,445.00	(21,858.00)	46,587.00	28,289.25	18,297.75
Other Purchased Property Services	238,894.00	(2,200.00)	236,694.00	219,384.29	17,309.71
Other Operation and Maintenance of Plant (Continued):					
Insurance	740,794.00	(323,902.00)	416,892.00	415,622.05	1,269.95
Miscellaneous Purchased Services	5,473.00	(410.00)	5,063.00	4,053.23	1,009.77
General Supplies	179,910.00	(580.00)	179,330.00	179,299.81	30.19
Energy (Electricity)	1,191,970.00	(74,376.00)	1,117,594.00	953,350.86	164,243.14
Energy (Natural Gas)	704,720.00		704,720.00	701,459.15	3,260.85
Total Other Operation and Maintenance of Plant	<u>6,231,541.00</u>	<u>(495,621.34)</u>	<u>5,735,919.66</u>	<u>5,474,155.80</u>	<u>261,763.86</u>
Care and upkeep of Grounds					
Salaries	544,366.00	(9,195.00)	535,171.00	488,895.27	46,275.73
Cleaning, Repair, and Maintenance Services	18,000.00	400.00	18,400.00	17,910.84	489.16
General Supplies	123,648.67	1,198.00	124,846.67	97,407.24	27,439.43
Other Objects	1,000.00		1,000.00	759.00	241.00
Total Care and Upkeep of Grounds	<u>687,014.67</u>	<u>(7,597.00)</u>	<u>679,417.67</u>	<u>604,972.35</u>	<u>74,445.32</u>
Security					
Salaries	167,140.00	(143,540.00)	23,600.00	23,000.00	600.00
Other Objects		25,119.00	25,119.00	17,603.11	7,515.89
Total Security	<u>167,140.00</u>	<u>(118,421.00)</u>	<u>48,719.00</u>	<u>40,603.11</u>	<u>8,115.89</u>
Total Operation and Maintenance of Plant	<u>8,600,175.74</u>	<u>(696,989.34)</u>	<u>7,903,186.40</u>	<u>7,457,521.99</u>	<u>445,664.41</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 11 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Student Transportation Services:					
Salaries for Non-Instructional Aides	\$ 614,800.00	\$ 17,379.22	\$ 632,179.22	\$ 623,312.56	\$ 8,866.66
Salaries for Pupil Transportation:					
Between Home and School - Regular	3,052,120.00	2,162.00	3,054,282.00	3,036,793.81	17,488.19
Between Home and School - Special	877,041.00	12,704.42	889,745.42	872,150.97	17,594.45
Other than Between Home and School	175,000.00	53,597.00	228,597.00	228,596.11	.89
Cleaning, Repair and Maintenance Services	71,700.00		71,700.00	58,212.82	13,487.18
Rental Payments - School Buses	1,000.00		1,000.00	200.57	799.43
Lease Purchase Payments - School Buses	483,737.00		483,737.00	483,636.53	100.47
Contracted Services:					
Other Than Between Home and School - Vendors	74,820.00	9,025.00	83,845.00	60,866.00	22,979.00
Other Than Between Home and School - Joint Agreements	12,000.00	13,500.00	25,500.00	24,399.42	1,100.58
Regional Education Students - ESC's and CTSA	51,000.00		51,000.00	45,826.20	5,173.80
Special Education Students - ESC's and CTSA	1,900,000.00	119,573.76	2,019,573.76	1,865,418.01	154,155.75
Aid in Lieu Payments - Nonpublic Schools	33,000.00	6,000.00	39,000.00	36,523.37	2,476.63
Miscellaneous Purchased Services - Transportation	218,713.00	(23,487.00)	195,226.00	179,850.98	15,375.02
Transportation Supplies	1,964,761.68	(55,000.00)	1,909,761.68	1,885,055.15	24,706.53
Other Objects	14,000.00		14,000.00	11,479.46	2,520.54
Total Student Transportation Services	<u>9,543,692.68</u>	<u>155,454.40</u>	<u>9,699,147.08</u>	<u>9,412,321.96</u>	<u>286,825.12</u>
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	1,395,552.00	130,816.87	1,526,368.87	1,478,690.88	47,677.99
Other Retirement Contributions - PERS	2,139,237.00	(154,816.00)	1,984,421.00	1,966,573.38	17,847.62
Other Retirement Contributions - Regular	25,000.00		25,000.00	17,945.03	7,054.97
Workmen's Compensation	1,204,783.00	26,202.00	1,230,985.00	1,112,997.27	117,987.73
Health Benefits	24,458,492.00	(415,444.79)	24,043,047.21	23,817,579.78	225,467.43
Tuition Reimbursement	112,400.00	(60,410.00)	51,990.00	20,100.00	31,890.00
Other Employee Benefits	532,929.60	160,675.79	693,605.39	664,273.98	29,331.41
Total Unallocated Benefits	<u>29,868,393.60</u>	<u>(312,976.13)</u>	<u>29,555,417.47</u>	<u>29,078,160.32</u>	<u>477,257.15</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

BUDGETARY COMPARISON SCHEDULE

FOR THE FISCAL YEAR ENDED JUNE 30 2013

Exhibit C-1

Sheet 12 of 13

	Original Budget	Transfers	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures (Continued):					
Current Expense (Continued):					
Undistributed Expenditures (Continued):					
Non-budgeted:					
On-behalf TPAF Post-Retirement Medical Contributions	\$		\$	4,418,860.00	\$ (4,418,860.00)
Teachers' Pension and Annuity Fund				3,907,910.00	(3,907,910.00)
Reimbursed TPAF Social Security Contributions				4,521,014.13	(4,521,014.13)
Total Non-budgeted				<u>12,847,784.13</u>	<u>(12,847,784.13)</u>
Total Undistributed Expenditures	<u>77,358,598.78</u>	<u>(399,456.20)</u>	<u>76,959,142.58</u>	<u>87,222,505.17</u>	<u>(10,263,362.59)</u>
Total Expenditures - Current Expense	<u>134,031,060.93</u>	<u>560,932.23</u>	<u>134,591,993.16</u>	<u>143,931,701.82</u>	<u>(9,339,708.66)</u>
Capital Outlay:					
Equipment:					
Regular Programs - Instruction:					
Kindergarten	6,980.00	(417.00)	6,563.00	5,199.90	1,363.10
Grades 1-5	5,000.00		5,000.00		5,000.00
Grades 6-8	10,180.00	13,152.50	23,332.50	9,223.95	14,108.55
Grades 9-12	20,491.00	3,000.00	23,491.00	16,596.59	6,894.41
Undistributed Expenditures - Instruction	358,130.00	(43,873.86)	294,256.14	293,006.04	1,250.10
Non- Instructional Equipment					
Auditory Impairments	13,000.00	(13,000.00)			
School Sponsored and Other Instructional	6,740.00	(2,340.00)	4,400.00	3,958.00	442.00
Custodial Services	11,491.00	10,799.00	22,290.00	21,649.20	640.80
Care and Upkeep of Grounds	83,920.00	(13,000.00)	70,920.00	49,079.00	21,841.00
Required Maintenance for School Facilities	38,288.00	21,600.00	59,888.00	39,378.93	20,509.07
Student Transportation - Non Instructional Equipment	295,500.00		295,500.00	293,319.12	2,180.88
Total Equipment	<u>829,720.00</u>	<u>(24,079.36)</u>	<u>805,640.64</u>	<u>731,410.73</u>	<u>74,229.91</u>

BRICK TOWNSHIP BOARD OF EDUCATION

GENERAL FUND

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE

Sheet 13 of 13

FOR THE FISCAL YEAR ENDED JUNE 30 2013

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Expenditures (Continued):					
Capital Outlay (Continued):					
Facilities Acquisition and Construction Services	\$ 61,956.25	\$ 206,047.76	\$ 268,004.01	\$ 169,370.07	\$ 98,633.94
Architect Engineering Services		18,401.00	18,401.00		18,401.00
Legal Services	3,333,799.00	179,585.32	3,513,384.32	2,808,177.90	705,206.42
Construction Services	5,400.00	94,821.92	100,221.92	1,200.00	99,021.92
Other Purchased Professional and Technical Services		9,471.00	9,471.00	3,377.65	6,093.35
Supplies and Materials			77,527.00	77,520.00	7.00
Other Objects	3,478,682.25	508,327.00	3,987,009.25	3,059,645.62	927,363.63
Total Facilities Acquisition and Construction Services	4,308,402.25	484,247.64	4,792,649.89	3,791,056.35	1,001,593.54
Total Expenditures - Capital Outlay	138,339,463.18	1,045,179.87	139,384,643.05	147,722,758.17	(8,338,115.12)
Total Expenditures			(5,844,538.18)	147,308.96	5,991,847.14
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(4,809,211.18)	(1,035,327.00)			
Recapitulation:					
Assigned - Reserve for Encumbrances				384,975.72	
Restricted - Capital Reserve				824,057.18	
Restricted - Excess Surplus				162,819.00	
Unassigned Fund Balance				3,594,810.39	
Restricted - Excess Surplus - Subsequent Year's Expenditures				875,839.00	
Assigned for Subsequent Year's Expenditures				5,087,175.00	
				<u>10,929,676.29</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
State Aid Revenue not Recognized on GAAP basis			(4,870,472.00)		
Other Accounts Receivable Not Recognized on Modified Accrual Basis			(21,475.00)		
Certain liabilities are not reported in Governmental Funds because they are not due and payable			518,251.00		
			<u>(4,373,696.00)</u>		
Fund Balance per Governmental Funds (GAAP)				<u>\$ 6,555,980.29</u>	

BRICK TOWNSHIP BOARD OF EDUCATION

Exhibit C-1a

GENERAL FUND**BUDGETARY COMPARISON SCHEDULE****FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	Federal Education Jobs Act		
	<u>Adjusted Balance</u>	<u>Expended</u>	<u>Funds Available</u>
Instruction:			
Special Education - Instruction:			
Cognitive - Moderate - Salaries of Teachers	\$ 2,730.00	\$ 2,730.00	\$
School - Sponsored Athletics - Instruction:			
Salaries	6,000.00	6,000.00	
Employee Benefits:			
Social Security Contributions	<u>1,122.87</u>	<u>1,122.87</u>	<u> </u>
Total Federal Education Job Act Funds	<u>\$ 9,852.87</u>	<u>\$ 9,852.87</u>	<u>\$ -0-</u>

BRICK TOWNSHIP BOARD OF EDUCATION**SPECIAL REVENUE FUND**

Exhibit C-2

BUDGETARY COMPARISON SCHEDULE**BUDGETARY BASIS****FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:			
Federal Aid	\$ 5,634,781.25	\$ 4,676,868.86	\$ (957,912.39)
State Aid	520,346.00	394,234.74	(126,111.26)
Other Aid	89,585.64	56,371.67	(33,213.97)
Total Revenues	<u>6,244,712.89</u>	<u>5,127,475.27</u>	<u>(1,117,237.62)</u>
Expenditures:			
Instruction:			
Salaries	1,053,691.08	944,113.83	109,577.25
Purchased Professional Technical Services	160,752.50	85,251.73	75,500.77
Other Purchased Services	2,697,285.93	2,474,940.21	222,345.72
General Supplies	548,253.94	258,490.90	289,763.04
Other Objects	11,835.60	11,835.60	
Total Instruction	<u>4,471,819.05</u>	<u>3,774,632.27</u>	<u>697,186.78</u>
Support Services:			
Salaries	747,630.16	635,571.85	112,058.31
Personal Services - Employee Benefits	341,286.43	302,751.87	38,534.56
Purchased Professional Services	185,833.29	55,877.52	129,955.77
Other Purchased Services	330,641.65	265,451.79	65,189.86
Supplies and Materials	165,207.31	90,894.97	74,312.34
Other Objects	2,295.00	2,295.00	
Total Support Services	<u>1,772,893.84</u>	<u>1,352,843.00</u>	<u>420,050.84</u>
Total Expenditures	<u>\$ 6,244,712.89</u>	<u>\$ 5,127,475.27</u>	<u>\$ 1,117,237.62</u>

BRICK TOWNSHIP BOARD OF EDUCATION
BUDGET-TO-GAAP RECONCILIATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Exhibit C-3

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

		<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:			
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	C-1, 2	\$ 147,870,067.13	\$ 5,127,475.27
Differences - Budget to GAAP:			
Revenues Available to pay current obligations are reported in this Fund Financial statement. Budgetary basis inflows were realized when received in a previous period. Current Year			106,996.53
The last State Aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognized the related expense. Current Year Prior Year		(4,870,472.00) 5,020,372.00	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	B-2	<u>\$ 148,019,967.13</u>	<u>\$ 5,234,471.80</u>
Uses/Outflows of Resources:			
Actual Amounts (Budgetary Basis) "Total Expenditures" from the Budgetary Comparison Schedule	C-1,2	\$ 147,722,758.17	\$ 5,127,475.27
Differences - Budget to GAAP:			
Certain expenditures are reported in general fund because they are current uses of financial resources Current Year Prior Year		(518,251.00) 714,483.00	
Total Expenditures as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	B-2	<u>\$ 147,918,990.17</u>	<u>\$ 5,127,475.27</u>

School Level Schedules - D
N/A

Special Revenue Fund - E

BRICK TOWNSHIP BOARD OF EDUCATION

SPECIAL REVENUE FUND

Exhibit E-1

COMBINING SCHEDULE OF REVENUES AND EXPENDITURES

Sheet 1 of 4

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Local Grants FY 2013</u>	<u>Title I FY 2013</u>	<u>Title I FY 2012</u>	<u>Project Services FY 2013</u>	<u>Title III FY 2013</u>	<u>Title III FY 2012</u>	<u>RTTT FY 2013</u>
Revenues:							
Federal Aid		\$ 883,064.12	\$ 264,538.13	\$ 211,891.00	\$ 11,352.39	\$ 1,568.47	\$ 37,339.33
State Aid							
Other Aid							
Total Revenues	<u>56,371.67</u>	<u>883,064.12</u>	<u>264,538.13</u>	<u>211,891.00</u>	<u>11,352.39</u>	<u>1,568.47</u>	<u>37,339.33</u>
Expenditures:							
Instruction:							
Salaries		662,346.50	51,089.08		147.00	1,372.00	
Purchased Professional Technical Services			1,312.00				
Other Purchased Services	945.00	7,155.00					
General Supplies	43,772.14	18,325.09	136,239.58		9,449.07	91.51	
Other Objects			11,835.60				
Total Instruction	<u>44,717.14</u>	<u>687,826.59</u>	<u>200,476.26</u>		<u>9,596.07</u>	<u>1,463.51</u>	
Support Services:							
Salaries	7,625.00	42,988.00	44,770.52	49,442.00			
Personal Services - Employee Benefits	583.31	149,824.33	10,655.85	6,601.00	11.25	104.96	
Purchased Professional Services			6,800.00				
Purchased Services	1,475.00	1,271.36		110,848.00	1,745.00		29,541.00
Supplies and Materials	1,971.22	1,153.84	1,835.50	45,000.00	.07		7,798.33
Other Objects							
Total Support Services	<u>11,654.53</u>	<u>195,237.53</u>	<u>64,061.87</u>	<u>211,891.00</u>	<u>1,756.32</u>	<u>104.96</u>	<u>37,339.33</u>
Total Expenditures	<u>\$ 56,371.67</u>	<u>\$ 883,064.12</u>	<u>\$ 264,538.13</u>	<u>\$ 211,891.00</u>	<u>\$ 11,352.39</u>	<u>\$ 1,568.47</u>	<u>\$ 37,339.33</u>

BRICK TOWNSHIP BOARD OF EDUCATION

SPECIAL REVENUE FUND

Exhibit E-1

COMBINING SCHEDULE OF REVENUES AND EXPENDITURES

Sheet 2 of 4

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>IDEA</u> <u>FY 2013</u>	<u>IDEA</u> <u>IDEA</u> <u>FY 2012</u>	<u>IDEA</u> <u>Preschool</u> <u>FY 2013</u>	<u>IDEA</u> <u>Preschool</u> <u>FY 2012</u>	<u>Title II</u> <u>Part A</u> <u>FY 2013</u>	<u>Title II</u> <u>Part A</u> <u>FY 2012</u>	<u>Impact</u> <u>Grant</u> <u>FY 2012</u>
Revenues:							
Federal Aid	\$ 2,373,539.95	\$ 70,683.53	\$ 114,724.55	\$ 12,434.40	\$ 215,425.15	\$ 164,047.01	\$ 4,500.00
State Aid							
Other Aid							
Total Revenues	<u>2,373,539.95</u>	<u>70,683.53</u>	<u>114,724.55</u>	<u>12,434.40</u>	<u>215,425.15</u>	<u>164,047.01</u>	<u>4,500.00</u>
Expenditures:							
Instruction:							
Salaries	42,024.00				30,200.00		1,155.00
Purchased Professional Technical Services							
Other Purchased Services	2,268,997.73	70,683.53	114,724.55	12,434.40			
General Supplies	4,079.75						
Other Objects							
Total Instruction	<u>2,315,101.48</u>	<u>70,683.53</u>	<u>114,724.55</u>	<u>12,434.40</u>	<u>30,200.00</u>		<u>1,155.00</u>
Support Services:							
Salaries	22,447.65				113,649.87	123,953.00	147.00
Personal Services - Employee Benefits	23,450.82				25,244.50	9,482.41	
Purchased Professional Services	12,540.00				14,423.23	22,114.29	
Purchased Services					22,851.31	987.64	3,198.00
Supplies and Materials					6,761.24	7,509.67	
Other Objects					2,295.00		
Total Support Services	<u>58,438.47</u>				<u>185,225.15</u>	<u>164,047.01</u>	<u>3,345.00</u>
Total Expenditures	<u>\$ 2,373,539.95</u>	<u>\$ 70,683.53</u>	<u>\$ 114,724.55</u>	<u>\$ 12,434.40</u>	<u>\$ 215,425.15</u>	<u>\$ 164,047.01</u>	<u>\$ 4,500.00</u>

BRICK TOWNSHIP BOARD OF EDUCATION

SPECIAL REVENUE FUND

Exhibit E-1

COMBINING SCHEDULE OF REVENUES AND EXPENDITURES

Sheet 3 of 4

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Non-Public				
	CH 192 Compensatory Education	CH 192 Home Instruction	CH 193 Supplemental Instruction	CH 193 Initial/Annual Exams	CH 193 Corrective Speech
Revenues:					
Federal Aid					
State Aid					
Other Aid					
Total Revenues	\$ 11,710.28	\$ 2,598.94	\$ 44,447.61	\$ 47,850.77	\$ 33,803.18
	<u>11,710.28</u>	<u>2,598.94</u>	<u>44,447.61</u>	<u>47,850.77</u>	<u>33,803.18</u>
Expenditures:					
Instruction:					
Salaries					
Purchased Professional Technical Services					
Other Purchased Services					
General Supplies					
Other Objects					
Total Instruction	85,816.00	2,414.25	38,789.00	45,687.00	28,761.00
	<u>11,710.28</u>	<u>2,414.25</u>	<u>38,789.00</u>	<u>45,687.00</u>	<u>28,761.00</u>
Support Services:					
Salaries					
Personal Services - Employee Benefits					
Purchased Professional Services					
Purchased Services					
Supplies and Materials					
Other Objects					
Total Support Services	4,000.00	184.69	2,500.00	2,010.00	2,640.00
	21,565.45	184.69	3,158.61	153.77	2,402.18
	<u>27,686.47</u>	<u>184.69</u>	<u>5,658.61</u>	<u>2,163.77</u>	<u>5,042.18</u>
Total Expenditures	\$ 11,710.28	\$ 2,598.94	\$ 44,447.61	\$ 47,850.77	\$ 33,803.18
	<u>11,710.28</u>	<u>2,598.94</u>	<u>44,447.61</u>	<u>47,850.77</u>	<u>33,803.18</u>

BRICK TOWNSHIP BOARD OF EDUCATION

SPECIAL REVENUE FUND

Exhibit E-1

COMBINING SCHEDULE OF REVENUES AND EXPENDITURES

Sheet 4 of 4

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Education of Homeless FY 2013</u>	<u>Education of Homeless FY 2012</u>	<u>DCF Homeless FY 2013</u>	<u>Non-Public Nursing</u>	<u>Non-Public Textbook</u>	<u>Total</u>
Revenues:						
Federal Aid	\$ 282,686.27	\$ 29,074.56	\$ 66,713.79	\$ 41,484.07	\$ 32,123.63	\$ 4,676,868.86
State Aid						362,111.11
Other Aid						56,371.67
Total Revenues	<u>282,686.27</u>	<u>29,074.56</u>	<u>66,713.79</u>	<u>41,484.07</u>	<u>32,123.63</u>	<u>5,095,351.64</u>
Expenditures:						
Instruction:						
Salaries	32,318.23	5,934.50				944,113.83
Purchased Professional Technical Services						85,251.73
Other Purchased Services	1,829.22			870.63	32,123.63	2,474,940.21
General Supplies						226,367.27
Other Objects						11,835.60
Total Instruction	<u>34,147.45</u>	<u>5,934.50</u>		<u>870.63</u>	<u>32,123.63</u>	<u>3,742,508.64</u>
Support Services:						
Salaries	120,376.17	22,666.64	39,000.00	37,356.00		635,571.85
Personal Services - Employee Benefits	34,636.88	473.42	10,961.00	3,257.44		302,751.87
Purchased Professional Services						55,877.52
Purchased Services	93,311.37		223.11			265,451.79
Supplies and Materials	214.40		16,529.68			90,894.97
Other Objects						2,295.00
Total Support Services	<u>248,538.82</u>	<u>23,140.06</u>	<u>66,713.79</u>	<u>40,613.44</u>		<u>1,352,843.00</u>
Total Expenditures	<u>\$ 282,686.27</u>	<u>\$ 29,074.56</u>	<u>\$ 66,713.79</u>	<u>\$ 41,484.07</u>	<u>\$ 32,123.63</u>	<u>\$ 5,095,351.64</u>

Capital Projects Fund - F

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1

SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND**CHANGES IN FUND BALANCE - BUDGETARY BASIS****FOR THE YEAR ENDED JUNE 30, 2013**

Revenues and Other Financing Sources:	
State Sources - SCC Grant	\$ 1,829,162.01
Contributions from Private Sources	166,489.06
Transfer to/from Capital Reserve	71,783.00
Transfer from Capital Outlay	124,565.00
Total Revenues and Other Financing Sources	<u>2,191,999.07</u>
Expenditures and Other Financing Uses	
Purchased Professional and Technical Services	274,929.56
Other Objects	5,203.40
Construction Services	4,171,488.36
Total Expenditures and Other Financing Uses	<u>4,451,621.32</u>
Excess (Deficiency) or Revenues Over (Under) Expenditures	(2,259,622.25)
Fund Balance - Beginning	<u>5,765,554.35</u>
Fund Balance - Ending	<u>\$ 3,505,932.10</u>

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1a

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES**AND PROJECT STATUS - BUDGETARY BASIS****2002 VARIOUS SCHOOL PROJECTS****FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Prior Periods</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:			
State Sources - SCC Grant	\$ 8,898,612.00	\$ 8,898,612.00	\$ 8,898,612.00
Bond Proceeds	19,861,000.00	19,861,000.00	19,861,000.00
Transfer from Capital Reserve	821,268.00	821,268.00	821,268.00
Transfer from Capital Outlay	731,560.00	731,560.00	731,560.00
Total Revenues and Other Financing Sources	<u>30,312,440.00</u>	<u>30,312,440.00</u>	<u>30,312,440.00</u>
Expenditures and Other Financing Uses:			
Purchased Professional and Technical Services	1,649,536.55	1,649,536.55	1,667,487.00
Land and Improvements	550,911.56	550,911.56	814,784.00
Construction Services	26,684,432.20	26,684,432.20	27,131,240.00
Equipment Purchases	662,562.00	662,562.00	698,929.00
Total Expenditures and Other Financing Uses	<u>29,547,442.31</u>	<u>29,547,442.31</u>	<u>30,312,440.00</u>
Excess (Deficiency) or Revenues Over (Under) Expenditures	\$ <u>764,997.69</u>	\$ <u>764,997.69</u>	\$ <u>-0-</u>

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1b

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES**AND PROJECT STATUS - BUDGETARY BASIS****MIDSTREAMS SCHOOL EXTERIOR DOORS****FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:			
State Sources - SCC Grant	\$ 580.01	\$ 580.01	\$ 23,391.00
Contributions from Private Sources	<u>870.02</u>	<u>870.02</u>	<u>35,087.00</u>
Total Revenues and Other Financing Sources	<u>1,450.03</u>	<u>1,450.03</u>	<u>58,478.00</u>
Expenditures and Other Financing Uses:			
Purchased Professional and Technical Services			6,874.97
Other Objects	775.03	775.03	775.03
Construction Services	<u>675.00</u>	<u>675.00</u>	<u>50,828.00</u>
Total Expenditures and Other Financing Uses	<u>1,450.03</u>	<u>1,450.03</u>	<u>58,478.00</u>
Excess (Deficiency) or Revenues Over (Under) Expenditures	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1c

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES**AND PROJECT STATUS - BUDGETARY BASIS****BRICK HIGH SCHOOL WHEEL LIFTS****FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SCC Grant	\$	\$ 36,214.81	36,214.81	\$ 41,340.00
Contributions from Private Sources	<u>5,867.02</u>	<u>48,455.19</u>	<u>54,322.21</u>	<u>62,010.00</u>
Total Revenues and Other Financing Sources	<u>5,867.02</u>	<u>84,670.00</u>	<u>90,537.02</u>	<u>103,350.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	4,872.00		4,872.00	15,450.00
Other Objects	995.02		995.02	1,500.00
Construction Services		<u>84,670.00</u>	<u>84,670.00</u>	<u>86,400.00</u>
Total Expenditures and Other Financing Uses	<u>5,867.02</u>	<u>84,670.00</u>	<u>90,537.02</u>	<u>103,350.00</u>
Excess (Deficiency) or Revenues Over (Under)				
Expenditures	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>-0-</u>	<u>\$ -0-</u>

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1d

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES**AND PROJECT STATUS - BUDGETARY BASIS****GYM LIGHTING AND SECURITY IMPROVEMENTS****FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SCC Grant	\$	\$ 78,792.93	\$ 78,792.93	\$ 118,250.00
Contributions from Private Sources		117,163.85	117,163.85	175,836.20
Transfer from Capital Reserve	<u>101,910.80</u>	<u>55,400.00</u>	<u>157,310.80</u>	<u>157,310.80</u>
Total Revenues and Other Financing Sources	<u>101,910.80</u>	<u>251,356.78</u>	<u>353,267.58</u>	<u>451,397.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	12,499.60	1,296.40	13,796.00	45,843.00
Purchased Services				23,554.00
Other Objects	1,283.35	73.00	1,356.35	2,988.00
Construction Services		<u>182,800.00</u>	<u>182,800.00</u>	<u>379,012.00</u>
Total Expenditures and Other Financing Uses	<u>13,782.95</u>	<u>184,169.40</u>	<u>197,952.35</u>	<u>451,397.00</u>
Excess (Deficiency) or Revenues Over (Under) Expenditures	\$ <u>88,127.85</u>	\$ <u>67,187.38</u>	\$ <u>155,315.23</u>	\$ <u>-0-</u>

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1e

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES**AND PROJECT STATUS - BUDGETARY BASIS****2012 VARIOUS SCHOOL PROJECTS****FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SCC Grant	\$	\$ 1,709,810.84	\$ 1,709,810.84	\$ 3,322,053.00
Contributions from Private Sources				85,500.00
Transfer from Capital Reserve	3,050,064.00		3,050,064.00	3,050,064.00
Transfer from Capital Outlay	<u>1,964,969.00</u>		<u>1,964,969.00</u>	<u>1,964,969.00</u>
Total Revenues and Other Financing Sources	<u>5,015,033.00</u>	<u>1,709,810.84</u>	<u>6,724,843.84</u>	<u>8,422,586.00</u>
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	96,309.24	264,424.60	360,733.84	837,050.00
Purchased Services				31,226.00
Other Objects	6,294.55	4,155.37	10,449.92	38,006.00
Construction Services		<u>3,903,343.36</u>	<u>3,903,343.36</u>	<u>7,516,304.00</u>
Total Expenditures and Other Financing Uses	<u>102,603.79</u>	<u>4,171,923.33</u>	<u>4,274,527.12</u>	<u>8,422,586.00</u>
Excess (Deficiency) or Revenues Over (Under)				
Expenditures	\$ <u>4,912,429.21</u>	\$ <u>(2,462,112.49)</u>	\$ <u>2,450,316.72</u>	\$ <u>-0-</u>

BRICK TOWNSHIP BOARD OF EDUCATION**CAPITAL PROJECTS FUND**

Exhibit F-1f

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES**AND PROJECT STATUS - BUDGETARY BASIS****BRICK MEMORIAL HIGH SCHOOL LOCKERS****FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:			
State Sources - SCC Grant	\$ 3,763.42	\$ 3,763.42	\$ 93,966.00
Contributions from Private Sources			
Transfer from Capital Reserve	16,383.00	16,383.00	16,383.00
Transfer from Capital Outlay	<u>124,565.00</u>	<u>124,565.00</u>	<u>124,565.00</u>
Total Revenues and Other Financing Sources	<u>144,711.42</u>	<u>144,711.42</u>	<u>234,914.00</u>
Expenditures and Other Financing Uses:			
Purchased Professional and Technical Services	9,208.56	9,208.56	17,863.00
Purchased Services			1,879.00
Other Objects	200.00	200.00	932.00
Construction Services			<u>214,240.00</u>
Total Expenditures and Other Financing Uses	<u>9,408.56</u>	<u>9,408.56</u>	<u>234,914.00</u>
Excess (Deficiency) or Revenues Over (Under)			
Expenditures	<u>\$ 135,302.86</u>	<u>\$ 135,302.86</u>	<u>\$ -0-</u>

Proprietary Funds - G

BRICK TOWNSHIP BOARD OF EDUCATION
COMBINING STATEMENT OF NET ASSETS

Exhibit G-1

ENTERPRISE FUND

JUNE 30, 2013

	Total	Brick's Extended School Time	Food Services
Assets:			
Current Assets:			
Cash and Cash Equivalents	\$ 22,739.34	\$ 22,739.34	\$
Intergovernmental Accounts Receivable			
State	2,086.97		2,086.97
Federal	108,495.77		108,495.77
Interfund			
Other	20,172.17	19,772.17	400.00
Inventories	32,337.87		32,337.87
Total Current Assets	185,832.12	42,511.51	143,320.61
Noncurrent Assets:			
Equipment	1,329,779.00		1,329,779.00
Less - Accumulated Depreciation	(1,085,701.00)		(1,085,701.00)
Total Noncurrent Assets	244,078.00		244,078.00
Total Assets	429,910.12	42,511.51	387,398.61
Liabilities:			
Current Liabilities:			
Accounts Payable	74,152.01	13,405.53	60,746.48
Interfunds Payable	289,056.26		289,056.26
Compensated absences	90,617.09	9,269.13	81,347.96
Deposits on Account	28,009.92	5,655.92	22,354.00
Total Current Liabilities	481,835.28	28,330.58	453,504.70
Net Assets:			
Invested in Capital Assets	244,078.00		244,078.00
Unrestricted	(296,003.16)	14,180.93	(310,184.09)
Total Net Assets	\$ (51,925.16)	\$ 14,180.93	\$ (66,106.09)

BRICK TOWNSHIP BOARD OF EDUCATION
COMBINING STATEMENT OF REVENUES, EXPENSES

Exhibit G-2

AND CHANGES IN FUND NET ASSETS

ENTERPRISE FUND

JUNE 30, 2013

	<u>Total</u>	<u>Supplemental Educational Services</u>	<u>Brick's Extended School Time</u>	<u>Food Services</u>
Operating Revenues:				
Local Sources:				
Daily Sales:				
School Lunch Program	\$ 724,587.38	\$	\$	\$ 724,587.38
School Breakfast Program	101,445.99			101,445.99
Daily Sales Non-reimbursable Programs	707,273.70			707,273.70
Miscellaneous	10,130.61			10,130.61
Supplemental Educational Services	7,155.00	7,155.00		
Before/After Care	1,066,056.30		1,066,056.30	
Total Operating Revenues	<u>2,616,648.98</u>	<u>7,155.00</u>	<u>1,066,056.30</u>	<u>1,543,437.68</u>
Operating Expenses:				
Salaries	1,548,641.89	5,737.50	475,381.37	1,067,523.02
Employee Benefits	699,954.85	437.68	80,295.90	619,221.27
Purchased Property Services	490,851.52		477,000.00	13,851.52
Other Purchased Services	23,846.31		6,129.62	17,716.69
Supplies and Materials	1,160,070.98		26,134.27	1,133,936.71
Depreciation	38,537.00			38,537.00
Other	281.25		141.00	140.25
Total Operating Expenses	<u>3,962,183.80</u>	<u>6,175.18</u>	<u>1,065,082.16</u>	<u>2,890,926.46</u>
Operating Gain (Loss)	<u>(1,345,534.82)</u>	<u>979.82</u>	<u>974.14</u>	<u>(1,347,488.78)</u>
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	26,530.64			26,530.64
Federal Sources:				
School Breakfast Program	314,640.39			314,640.39
National School Lunch Program	961,317.86			961,317.86
Milk Program	423.94			423.94
Food Distribution Program	146,237.08			146,237.08
Miscellaneous	193.40		193.40	
Disposal of Capital Assets	2,464.98			2,464.98
Total Nonoperating Revenues	<u>1,451,808.29</u>		<u>193.40</u>	<u>1,451,614.89</u>
Net Income/(Loss)	106,273.47	979.82	1,167.54	104,126.11
Net Assets, July 1	<u>(158,198.63)</u>	<u>(979.82)</u>	<u>13,013.39</u>	<u>(170,232.20)</u>
Net Assets, June 30	<u>\$ (51,925.16)</u>	<u>\$ -0-</u>	<u>\$ 14,180.93</u>	<u>\$ (66,106.09)</u>

BRICK TOWNSHIP BOARD OF EDUCATION
COMBINING STATEMENT OF CASH FLOWS

Exhibit G-3

ENTERPRISE FUND

JUNE 30, 2013

	<u>Total</u>	<u>Supplemental Educational Services</u>	<u>Brick's Extended School Time</u>	<u>Food Services</u>
Cash Flows from Operating Activities:				
Receipts from Daily Sales	\$ 1,543,037.68	\$	\$	\$ 1,543,037.68
Supplemental Educational Services Before/After Care	7,155.00	7,155.00		
Disbursements for Operating Expenses	1,048,220.56		1,048,220.56	
Disbursements for Operating Expenses	(3,697,606.07)	(6,175.18)	(1,051,676.63)	(2,639,754.26)
Net Cash Provided by (Used for) Operating Activities	<u>(1,099,192.83)</u>	<u>979.82</u>	<u>(3,456.07)</u>	<u>(1,096,716.58)</u>
Cash Flow from Noncapital Financing Activities:				
State Sources	25,600.46			25,600.46
Federal Sources	1,250,178.27			1,250,178.27
Miscellaneous	1,309.14		193.40	1,115.74
Disposal of Capital Asset	2,464.98			2,464.98
Interfund - General Fund	(125,708.92)			(125,708.92)
Increase (Decrease) in Deposits on Account	(4,018.19)		(5,472.23)	1,454.04
Decrease (Increase) in Receivables	10,541.37	797.68	9,741.59	2.10
(Decrease) in Compensated Balances	(27,944.49)		(284.17)	(27,660.32)
Increase (Decrease) in Payables	(28,785.57)	(1,777.50)	(1,929.94)	(25,078.13)
(Increase)/Decrease in Inventory	(5,651.64)			(5,651.64)
Net Cash Provided by Non-Capital Financing Activities	<u>1,097,985.41</u>	<u>(979.82)</u>	<u>2,248.65</u>	<u>1,096,716.58</u>
Net Increase in Cash and Cash Equivalents	(1,207.42)		(1,207.42)	
Balance, July 1	23,946.76		23,946.76	
Balance, June 30	<u>\$ 22,739.34</u>	<u>\$ -0-</u>	<u>\$ 22,739.34</u>	<u>\$ -0-</u>
Cash Flows from Operating Activities:				
Operating Loss	\$ (1,347,488.78)	\$	\$	\$ (1,347,488.78)
Operating Gain	1,953.96	979.82	974.14	
Adjustments to Reconcile Operating Loss to Cash Provided by Operating Activities:				
Depreciation	38,537.00			38,537.00
Federal Commodities Consumed	146,237.08			146,237.08
Changes in Assets and Liabilities:				
(Increase)/Decrease in Inventory	5,651.64			5,651.64
(Increase)/Decrease in Accounts Receivable	(18,235.74)		(17,835.74)	(400.00)
Increase/(Decrease) in Accounts Payable	74,152.01		13,405.53	60,746.48
Net Cash Provided by (Used for) Operating Activities	<u>\$ (1,099,192.83)</u>	<u>\$ 979.82</u>	<u>\$ (3,456.07)</u>	<u>\$ (1,096,716.58)</u>

Fiduciary Fund - H

BRICK TOWNSHIP BOARD OF EDUCATION

COMBINING STATEMENT OF FIDUCIARY NET ASSETS

Exhibit H-1

JUNE 30, 2013

	<u>Unemployment Compensation Trust</u>	<u>Student Activity</u>	<u>Agency Payroll</u>	<u>Agency Total</u>	<u>Total</u>
Assets:					
Cash and Cash Equivalents	\$ 1,789,046.71	\$ 306,522.90	\$ 797,433.53	\$ 1,103,956.43	\$ 2,893,003.14
Due from Payroll Agency Account	<u>43,507.54</u>				<u>43,507.54</u>
Total Assets	\$ <u>1,832,554.25</u>	\$ <u>306,522.90</u>	\$ <u>797,433.53</u>	\$ <u>1,103,956.43</u>	\$ <u>2,936,510.68</u>
Liabilities:					
Payroll Deductions and Withholdings		\$	\$ 753,925.99	\$ 753,925.99	\$ 753,925.99
Due to Unemployment Compensation Trust Account			43,507.54	43,507.54	43,507.54
Due to Student Groups		<u>306,522.90</u>		<u>306,522.90</u>	<u>306,522.90</u>
Total Liabilities		\$ <u>306,522.90</u>	\$ <u>797,433.53</u>	\$ <u>1,103,956.43</u>	\$ <u>1,103,956.43</u>
Net Assets:					
Reserved - Unemployment Benefits	<u>1,832,554.25</u>				<u>1,832,554.25</u>
Total Net Assets	\$ <u>1,832,554.25</u>				\$ <u>1,832,554.25</u>

BRICK TOWNSHIP BOARD OF EDUCATION**COMBINING STATEMENT OF CHANGES IN****Exhibit H-2****FIDUCIARY NET ASSETS****JUNE 30, 2013**

	Unemployment Compensation Trust
Additions:	
Interest Earned	\$ 5,329.97
Due From Payroll Agency	43,507.54
Payroll Deductions and Withholdings	96,276.79
Total Additions	<u>145,114.30</u>
Deductions:	
Disbursements	205,488.04
Total Deductions	<u>205,488.04</u>
Change in Net Assets	(60,373.74)
Net Assets, June 30, 2012	<u>1,892,927.99</u>
Net Assets, June 30, 2013	\$ <u>1,832,554.25</u>

BRICK TOWNSHIP BOARD OF EDUCATION**STUDENT ACTIVITY AGENCY FUND**

Exhibit H-3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS**JUNE 30, 2013**

	<u>Balance</u> <u>July 1, 2012</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2013</u>
Student Activities Funds	\$ <u>299,177.26</u>	\$ <u>585,732.90</u>	\$ <u>578,387.26</u>	\$ <u>306,522.90</u>

PAYROLL AGENCY FUND**SCHEDULE OF RECEIPTS AND DISBURSEMENTS**

Exhibit H-4

JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2013</u>
Payroll Deductions and Withholdings	\$ <u>747,497.75</u>	\$ <u>42,045,277.09</u>	\$ <u>41,995,341.31</u>	\$ <u>797,433.53</u>

UNEMPLOYMENT COMPENSATION TRUST FUND**SCHEDULE OF RECEIPTS AND DISBURSEMENTS**

Exhibit H-5

JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2013</u>
Reserve for Unemployment Compensation	\$ <u>1,892,927.99</u>	\$ <u>101,606.76</u>	\$ <u>205,488.04</u>	\$ <u>1,789,046.71</u>

Long-Term Debt - I

BRICK TOWNSHIP BOARD OF EDUCATION

LONG-TERM DEBT

Exhibit I-1

SCHEDULE OF SERIAL BONDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities</u>	<u>Interest Rate</u>	<u>Balance July 1, 2012</u>	<u>Paid</u>	<u>Balance June 30, 2013</u>
			<u>Date</u>				
School Bonds Series 2007	7/25/2007	\$ 4,439,000.00	7/15/2013-17	4.100%			
			\$ 300,000.00				
			7/15/2018-20	4.100%			
			7/15/2021	4.125%			
			7/15/2022	4.125%			
School Bonds Series 2008	10/07/2008	5,130,000.00	1/01/2014	3.125%	\$ 3,839,000.00	\$ 350,000.00	\$ 3,489,000.00
			1/01/2015	3.125%			
			1/01/2016	3.125%			
			1/01/2017	3.125%			
			1/01/2018	3.125%			
School Bond Series 2009	8/26/2009	13,235,000.00	2/01/2014	3.817%	2,615,000.00	400,000.00	2,215,000.00
			2/01/2015	3.089%			
			2/01/2016	4.335%			
			2/01/2017	5.000%			
			2/01/2018	4.366%			
			2/01/2019	4.087%			
			2/01/2020	5.000%			
			2/01/2021	5.000%			
			2/01/2022	4.250%	12,180,000.00	1,055,000.00	11,125,000.00
School Bond Series 2010	3/30/2010	2,400,000.00	3/01/2014	2.500%			
			3/01/2015	2.500%			
			3/01/2016	2.500%			
			3/01/2017	2.750%			
			3/01/2018	2.750%			
			3/01/2019	3.000%			
			3/01/2020	3.000%			
			3/01/2021	3.125%			
			3/01/2022	3.250%			
			3/01/2023	3.250%			
			3/01/2024	3.375%			
			3/01/2025	3.500%			
					2,125,000.00	140,000.00	1,985,000.00
					\$ 20,759,000.00	\$ 1,945,000.00	\$ 18,814,000.00

BRICK TOWNSHIP BOARD OF EDUCATION

LONG-TERM DEBT

Exhibit 1-2

SCHEDULE OF LOANS PAYABLE

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance July 1, 2012</u>	<u>Paid</u>	<u>Balance June 30, 2013</u>
EDA Program - Safe Program	8/18/1993	\$ 1,154,850.00	7/15/2013	\$ 60,785.00	1.50%	\$ 121,570.00	\$ 60,785.00	\$ 60,785.00
EDA Program - Safe Program	8/18/1993	3,464,550.00	7/15/2013	256,661.09	5.288%	502,371.09	245,706.39	256,664.70
						<u>\$ 623,941.09</u>	<u>\$ 306,491.39</u>	<u>\$ 317,449.70</u>

BRICK TOWNSHIP BOARD OF EDUCATION

LONG-TERM DEBT

Exhibit I-3

SCHEDULE OF OBLIGATIONS UNDER LEASES

JUNE 30, 2013

Series	Date of Lease	Term of Lease	Amount of		Interest Rate	Amount Outstanding June 30, 2012	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2013
			Principal	Interest					
Capital Leases:									
District Technology Improvements:									
TD Bank	7/17/2007	5 years	\$ 475,000.00	\$ 58,105.00	3.91%	\$ 104,331.67	\$	\$ 104,331.67	\$
TD Equip Finance	7/17/2009	5 years	511,796.06	35,323.54	2.754%	229,904.64		104,411.02	125,493.62
Other:									
Textbooks TD Bank	9/26/2008	5 years	500,000.00	41,781.89	3.38%	102,555.37		102,555.37	
School Buses:									
TD Bank	7/17/2007	5 years	1,541,460.45	183,997.80	3.91%	330,383.61		330,383.61	
Sovereign Bank	8/01/2008	5 years	309,600.00	23,020.00	3.72%	64,136.80		64,136.80	
TD Bank	9/26/2008	5 years	338,000.00	27,854.60	3.38%	73,036.91		73,036.91	
Operating Leases:									
JPMorgan Chase	12/15/2012	3 years	1,559,000.00	15,602.71	0.938%		1,559,000.00	523,852.05	1,035,147.95
						\$ 904,349.00	\$ 1,559,000.00	\$ 1,302,707.43	\$ 1,160,641.57

BRICK TOWNSHIP BOARD OF EDUCATION

LONG-TERM DEBT

Exhibit I-4

DEBT SERVICE BUDGETARY COMPARISON SCHEDULE

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Local Sources:				
Local Tax Levy	\$ 2,494,661.00	\$ 2,494,661.00	\$ 2,494,661.00	
State Sources	401,916.00	401,916.00	401,916.00	
Total Revenues	<u>2,896,577.00</u>	<u>2,896,577.00</u>	<u>2,896,577.00</u>	
Expenditures:				
Debt Service:				
Interest on Bonds	853,377.00	853,377.00	853,376.96	.04
Redemption of Principal	2,251,492.00	2,251,492.00	2,251,491.39	.61
Total Expenditures	<u>3,104,869.00</u>	<u>3,104,869.00</u>	<u>3,104,868.35</u>	<u>.65</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(208,292.00)	(208,292.00)	(208,291.35)	.65
Fund Balances, July 1	<u>509,537.00</u>	<u>509,537.00</u>	<u>509,537.00</u>	
Fund Balances, June 30	<u>\$ 301,245.00</u>	<u>\$ 301,245.00</u>	<u>\$ 301,245.65</u>	<u>.65</u>

Statistical Section

BRICK TOWNSHIP BOARD OF EDUCATION
 Net Assets by Component
 Last Four Fiscal Years

UNAUDITED

(accrual basis of accounting)

	2010	2011	2012	2013
Governmental activities				
Invested in capital assets, net of related debt	\$ 16,237,798	\$ 16,342,512	\$ 14,833,112	\$ 20,844,683
Restricted	(978,670)	6,689,663	8,683,496	3,840,731
Unrestricted	3,994,458	(4,871,543)	(2,280,117)	(927,754)
Total governmental activities net assets	\$ 19,253,586	\$ 18,160,632	\$ 21,236,491	\$ 23,757,660
Business-type activities				
Invested in capital assets, net of related debt	\$ 476,363	\$ 337,511	\$ 283,230	\$ 244,078
Restricted	-			
Unrestricted	(341,880)	(504,215)	(447,360)	(296,003)
Total business-type activities net assets	\$ 134,483	\$ (166,704)	\$ (164,130)	\$ (51,925)
District-wide				
Invested in capital assets, net of related debt	\$ 16,714,161	\$ 16,680,023	\$ 15,116,342	\$ 21,088,761
Restricted	(978,670)	6,689,663	8,683,496	3,840,731
Unrestricted	3,652,578	(5,375,758)	(2,727,477)	(1,223,757)
Total district net assets	\$ 19,388,069	\$ 17,993,928	\$ 21,072,361	\$ 23,705,735

Note: GASB 44 requires this schedule to list out ten years of data, however only the years listed above are available. As the information becomes available it will be shown until the full ten years is disclosed.

Exhibit J-2

BRICK TOWNSHIP BOARD OF EDUCATION
Changes in Net Assets
Last Four Fiscal Years
 (accrual basis of accounting)
UNAUDITED

	2010	2011	2012	2013
Expenses				
Governmental activities				
Current:				
Regular instruction	\$ (40,290,270)	\$ (40,505,411)	\$ (36,980,094)	\$ (39,408,727)
Special schools instruction	(13,984,377)	(18,269,265)	(17,884,234)	(16,464,372)
Other special instruction	(3,977,286)	(1,813,471)	(1,852,818)	(2,728,366)
Other Instruction	-	(1,711,024)	(1,871,812)	(2,606,214)
Support services and undistributed costs:				
Instruction	(5,041,808)	(6,345,265)	(6,890,904)	(6,208,050)
Attendance	(698,357)	-	-	-
Health services	(1,367,274)	-	-	-
Other support services	(12,205,309)	(15,087,085)	(15,067,175)	(14,240,938)
Educational media services	(1,338,887)	-	-	-
Instruction staff training	(16,953)	-	-	-
General administrative services	(1,601,163)	(1,351,690)	(1,236,720)	(894,284)
Central services	(5,339,885)	(1,179,359)	(1,037,250)	(1,012,800)
School administrative services	-	(5,147,590)	(5,570,938)	(5,952,072)
Admin info technology	(1,685,825)	(461,342)	(451,181)	(395,239)
Allowed maintenance for school facilities	(1,386,328)	-	-	-
Other operation & maintenance of plant	(12,646,190)	(8,522,322)	(7,497,926)	(7,457,522)
Student transportation services	(8,847,198)	(8,751,107)	(8,812,949)	(8,944,765)
Business and other support services	-	-	-	-
Unallocated employee benefits	(30,245,721)	(38,096,439)	(38,287,002)	(42,114,202)
Non-budgeted expenditures	-	-	-	-
Special schools	(65,556)	-	-	-
Interest on long-term debt	(1,212,032)	(1,192,745)	(881,384)	(747,389)
Unallocated depreciation	-	-	(6,444,954)	(6,337,630)
Total governmental activities expenses	<u>(141,950,419)</u>	<u>(148,434,117)</u>	<u>(150,767,341)</u>	<u>(155,512,570)</u>
Business-type activities:				
Enterprise Funds	\$ (3,283,769)	\$ (3,902,803)	\$ (3,871,577)	\$ (3,962,184)
Total business-type activities expense	<u>(3,283,769)</u>	<u>(3,902,803)</u>	<u>(3,871,577)</u>	<u>(3,962,184)</u>
Total district expenses	<u>\$ (145,234,188)</u>	<u>\$ (152,336,920)</u>	<u>\$ (154,638,918)</u>	<u>\$ (159,474,754)</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Instruction (tuition)	-	-	-	-
Pupil transportation	-	-	-	-
Central and other support services	-	-	-	-
Operating grants and contributions	\$ -	\$ 15,195,074	\$ 15,641,221	\$ 18,708,652
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	<u>-</u>	<u>15,195,074</u>	<u>15,641,221</u>	<u>18,708,652</u>
Business-type activities:				
Charges for services	\$ 2,252,581	\$ 2,692,241	\$ 2,634,082	\$ 2,616,649
Operating grants and contributions	872,402	1,091,457	1,235,975	1,449,150
Capital grants and contributions	-	-	-	-
Total business type activities program revenues	<u>3,124,983</u>	<u>3,783,698</u>	<u>3,870,057</u>	<u>4,065,799</u>
Total district program revenues	<u>\$ 3,124,983</u>	<u>\$ 18,978,772</u>	<u>\$ 19,511,278</u>	<u>\$ 22,774,451</u>
Net (Expense)/Revenue				
Governmental activities	\$ (141,950,419)	\$ (133,239,043)	\$ (135,126,120)	\$ (136,803,918)
Business-type activities	(158,786)	(119,104)	(1,520)	103,615
Total district-wide net expense	<u>\$ (142,109,205)</u>	<u>\$ (133,358,147)</u>	<u>\$ (135,127,640)</u>	<u>\$ (136,700,303)</u>
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Property taxes levied , net	\$ 93,301,311	\$ 97,571,610	\$ 97,935,793	\$ 97,640,346
Unrestricted grants and contributions	37,540,072	33,613,740	37,981,788	39,081,021
Restricted grants and contributions	4,825,778	296,174	-	-
Tuition revenue	287,501	-	-	-
Miscellaneous income	1,284,046	2,972,902	2,288,493	2,609,652
Investment earnings	379,112	-	-	-
Capital Contributions/(Transfers)	-	-	-	-
Total governmental activities	<u>137,617,820</u>	<u>134,454,426</u>	<u>138,206,074</u>	<u>139,331,018</u>
Business-type activities:				
Investment earnings	\$ 18,114	-	-	\$ 2,658
Transfers	-	-	-	-
Total business-type activities	<u>18,114</u>	<u>-</u>	<u>-</u>	<u>2,658</u>
Total district-wide	<u>\$ 137,635,934</u>	<u>\$ 134,454,426</u>	<u>\$ 138,206,074</u>	<u>\$ 139,333,677</u>
Change in Net Assets				
Governmental activities	\$ (4,332,599)	\$ 1,215,383	\$ 3,079,954	\$ 2,527,100
Business-type activities	(140,672)	(119,104)	(1,520)	106,273
Total district	<u>\$ (4,473,271)</u>	<u>\$ 1,096,278</u>	<u>\$ 3,078,434</u>	<u>\$ 2,633,373</u>

Note: GASB 44 requires this schedule to list out ten years of data, however only the years listed above are available. As the information becomes available it will be shown until the full ten years is disclosed.

Exhibit J-3

BRICK TOWNSHIP BOARD OF EDUCATION
Fund Balances, Governmental Funds
Last Four Fiscal Years
(modified accrual basis of accounting)
UNAUDITED

	2010	2011	2012	2013
General Fund				
Reserved	\$ 8,427,392	\$ 5,003,818	\$ 2,408,405	\$ 1,862,715
Unreserved	427,559	2,532,924	4,248,878	4,693,265
Total general fund	<u>\$ 8,854,951</u>	<u>\$ 7,536,742</u>	<u>\$ 6,657,283</u>	<u>\$ 6,555,980</u>
All Other Governmental Funds				
Reserved	\$ -	\$ -	\$ -	\$ -
Unrestricted				
Special revenue fund	-	-	(106,997)	
Capital projects fund	958,214	1,054,009	5,765,554	1,676,770
Debt service fund	(8,564,276)	631,836	509,537	301,246
Total all other governmental funds	<u>\$ (7,606,062)</u>	<u>\$ 1,685,845</u>	<u>\$ 6,168,095</u>	<u>\$ 1,978,016</u>

Note: GASB 44 requires this schedule to list out ten years of data, however only the years listed above are available. As the information becomes available it will be shown until the full ten years is disclosed.

Exhibit J-4

BRICK TOWNSHIP BOARD OF EDUCATION
 Changes in Fund Balances, Governmental Funds
 Last Four Fiscal Years
 (modified accrual basis of accounting)
 UNAUDITED

	End			
	2010	2011	2012	2013
Revenues				
Tax levy	\$ 93,301,311	\$ 97,571,610	\$ 97,935,793	\$ 97,640,346
Tuition charges	287,501	149,615	284,353	344,633
Interest earnings	377,340			
Interest earned on capital reserve funds	1,772			
Miscellaneous	1,284,046	2,837,591	2,019,572	2,321,390
State sources	38,104,449	42,245,015	47,433,378	50,895,793
Federal sources	4,261,401	6,822,745	6,064,558	5,115,342
Total revenue	137,617,820	149,626,575	153,737,654	156,317,505
Expenditures				
Current:				
Regular instruction	39,837,259	36,068,612	37,082,005	38,684,877
Special education instruction	13,932,012	18,269,265	17,884,234	16,464,372
Other special instruction	3,977,286	1,813,471	1,852,818	2,728,366
Other instruction		1,711,024	1,871,812	2,606,214
Support services and undistributed costs:				
Instruction	5,041,808	6,345,265	6,890,904	6,208,050
Attendance	698,357			
Health services	1,367,274			
Other support services	12,205,309	14,297,937	14,861,709	15,317,115
Educational media services	1,338,887			
Instruction staff training	16,953			
General administrative services	1,510,612	1,112,886	1,037,250	1,012,800
School administrative services	5,339,885	5,505,438	5,873,295	5,952,072
Other administrative	1,685,825	1,351,690	1,236,720	894,284
Information technology	-	461,342	451,181	395,239
Allowed maintenance for school facilities	1,301,465			
Other operation & maintenance of plant	7,074,697	8,522,322	7,497,926	7,457,522
Student transportation services	8,489,657	9,397,315	9,476,625	9,412,322
Business and other support services	-			
Unallocated employee benefits	30,253,199	38,978,275	39,342,417	42,122,176
Non-budgeted expenditures	-			
Special schools	65,556			
Debt service:				
Principal	15,653,137	15,857,355	2,476,052	2,251,491
Interest and other charges	1,272,637	1,573,182	945,068	853,377
Capital outlay	646,708	1,321,390	1,574,196	8,242,678
Total expenditures	151,708,523	162,586,770	150,354,212	160,602,955
Excess (Deficiency) of revenues over (under) expenditures	(14,090,703)	(12,960,195)	3,383,442	(4,285,450)
Other Financing sources (uses)				
Proceeds from borrowing	7,530,000			
Capital leases (non-budgeted)	-	328,261	219,349	
Proceeds from refunding	-	-	-	-
Payments to escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(44,000)			
Total other financing sources (uses)	7,486,000	328,261	219,349	-
Net change in fund balances	(6,604,703)	(12,631,934)	3,602,791	(4,285,450)
Debt service as a percentage of noncapital expenditures				
	10.36%	9.83%	1.66%	1.48%

Source: District records

Note: GASB 44 requires this schedule to list out ten years of data, however only the years listed above are available. As the information becomes available it will be shown until the full ten years is disclosed.

Exhibit J-5

BRICK TOWNSHIP BOARD OF EDUCATION
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 UNAUDITED

Fiscal Year Ended June 30	Interest Earned	Adult Community School	Rentals	Prior Year Tuition Refunds	Fuel Reimbursements	Miscellaneous	Total
2013	\$ 70,044	\$ -	\$ 547,607	\$ -	\$ 326,704	\$ 1,108,780	\$ 2,053,135
2012	\$ 72,785	\$ -	\$ 372,667	\$ -	\$ 377,919	\$ 1,132,979	\$ 1,956,350
2011	\$ 226,090	\$ -	\$ 309,922	\$ 23,321	\$ 374,084	\$ 1,893,339	\$ 2,826,756
2010	\$ 377,340	\$ -	\$ 60,839	\$ -	\$ 298,778	\$ 900,883	\$ 1,637,840
2009	\$ 379,112	\$ 46,610	\$ 329,510	\$ -	\$ 310,263	\$ 554,413	\$ 1,619,908
2008	\$ 580,344	\$ 51,116	\$ 14,315	\$ 57,444	\$ -	\$ 273,369	\$ 976,588
2007	\$ 762,577	\$ 55,123	\$ 5,530	\$ -	\$ -	\$ 147,074	\$ 970,304
2006	\$ 426,800	\$ 47,533	\$ 15,390	\$ -	\$ -	\$ 167,457	\$ 657,180
2005	\$ 300,450	\$ 51,858	\$ 26,300	\$ -	\$ -	\$ 140,271	\$ 518,879
2004	\$ 214,794	\$ 42,883	\$ 60,600	\$ -	\$ -	\$ 239,935	\$ 558,212

Source: District Records

BRICK TOWNSHIP BOARD OF EDUCATION
Assessed Value and Actual Value of Taxable Property,
Last Nine Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax Exempt Property	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^b
2013	\$121,555,000	\$8,903,688,224	\$0	-	\$1,027,664,875	\$20,464,400	\$116,971,600	\$10,190,344,099	\$722,741,300	\$10,913,085,399	\$10,190,344,099	0.963
2012	\$129,397,600	\$9,289,179,194	\$0	-	\$1,047,749,575	\$20,799,800	\$124,319,600	\$10,611,445,769	\$723,957,100	\$11,335,402,869	\$10,611,445,769	0.917
2011	\$145,746,640	\$9,300,728,044	\$0	-	\$1,060,781,300	\$20,799,800	\$124,319,600	\$10,652,375,384	\$715,290,400	\$11,367,665,784	\$10,652,375,384	0.918
2010	\$156,950,000	\$9,334,541,132	\$0	-	\$1,043,693,300	\$20,799,800	\$124,369,600	\$10,680,353,832	\$716,105,300	\$11,396,459,132	\$10,680,353,832	0.912
2009	\$68,115,800	\$4,115,208,500	\$95,900	-	\$468,778,700	\$9,239,400	\$47,850,600	\$4,709,288,900	\$336,499,600	\$5,045,788,500	\$12,966,103,800	1.986
2008	\$77,661,100	\$4,091,642,300	\$95,900	-	\$459,046,100	\$10,405,300	\$53,881,600	\$4,692,732,300	\$334,937,800	\$5,027,670,100	\$12,927,637,190	1.944
2007	\$79,395,400	\$4,067,300,200	\$95,900	-	\$464,922,800	\$10,645,300	\$54,471,600	\$4,676,831,200	\$333,284,900	\$5,010,116,100	\$12,122,424,054	1.860
2006	\$76,456,000	\$4,039,070,400	\$95,900	-	\$476,404,900	\$8,978,700	\$54,471,600	\$4,655,477,500	\$334,390,600	\$4,989,868,100	\$10,490,034,926	1.774
2005	\$79,692,200	\$4,007,550,400	\$95,900	-	\$471,112,000	\$8,978,700	\$55,053,600	\$4,622,482,800	\$329,309,000	\$4,951,791,800	\$8,923,711,969	1.629

Source: Municipal Tax Assessor
 Ocean County Clerk

Note: This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

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

^b Tax rates are per \$100 Revaluation in 2010

Exhibit J-7

BRICK TOWNSHIP BOARD OF EDUCATION
 Property Tax Rates - Direct and Overlapping Governments
 Per \$100 of Assessed Valuation
 Last nine fiscal years
 UNAUDITED

Year Ended December 31	Brick Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rates	General Obligation Debt Service	Total Direct	Brick Twp	Ocean County	
2013	\$0.940	\$0.023	\$0.963	\$0.636	\$0.348	\$1.947
2012	\$0.891	\$0.026	\$0.917	\$0.635	\$0.400	\$1.952
2011	\$0.892	\$0.026	\$0.918	\$0.636	\$0.392	\$1.946
2010	\$0.884	\$0.028	\$0.912	\$0.513	\$0.387	\$1.812
2009	\$1.924	\$0.062	\$1.986	\$1.048	\$0.851	\$3.885
2008	\$1.933	\$0.061	\$1.994	\$1.008	\$0.848	\$3.800
2007	\$1.801	\$0.059	\$1.860	\$0.912	\$0.806	\$3.578
2006	\$1.706	\$0.068	\$1.774	\$0.862	\$0.762	\$3.398
2005	\$1.593	\$0.093	\$1.686	\$0.808	\$0.739	\$3.233

Source: Office of the County Clerk, Ocean County, NJ-Breakdown of
 General Tax Rate Schedule

Exhibit J-8

BRICK TOWNSHIP BOARD OF EDUCATION
Principal Property Taxpayers
UNAUDITED

2013			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Federal Realty Investment Trust	\$63,861,200	1	0.63%
JSM @ Brick LLC	\$39,789,100	2	0.39%
Bricktown VF LLC	\$39,126,500	3	0.38%
Centro NP Laurel Sq. Owner LLC	\$36,129,100	4	0.35%
Waterside Gardens Apartment	\$28,221,500	5	0.28%
Kentwood Construction	\$25,500,000	6	0.25%
Bay Harbor Plaza LLC	\$20,000,000	7	0.20%
Dayton Hudson/Mervyn	\$18,450,000	8	0.18%
Lowes Home Center Inc.	\$16,000,000	9	0.16%
Kennedy Mall Assoc	\$14,000,000	10	0.14%

2012			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Federal Realty Investment Trust	\$57,038,900	1	0.54%
JSM @ Brick LLC	\$39,911,100	2	0.37%
Bricktown VF LLC	\$39,126,500	3	0.37%
Centro NP Laurel Sq. Owner LLC	\$36,129,100	4	0.34%
Waterside Gardens Apartment	\$32,044,400	5	0.30%
Kentwood Construction	\$28,043,900	6	0.26%
Crescent Center Assoc.	\$22,883,000	7	0.21%
Dayton Hudson / Mervyn	\$18,150,000	8	0.17%
Lowes Home Center Inc.	\$17,616,700	9	0.17%
MNM Brick Plaza LP	\$16,260,900	10	0.15%

2011			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Federal Realty Investment Trust	\$63,491,800	1	0.60%
JSM @ Brick LLC	\$39,311,100	2	0.37%
Bricktown VF LLC	\$39,126,500	3	0.37%
Centro NP Laurel Sq. Owner LLC	\$36,129,100	4	0.34%
Waterside Gardens Apartment	\$32,044,400	5	0.30%
Kentwood Construction	\$28,043,900	6	0.26%
Crescent Center Assoc.	\$22,883,000	7	0.21%
Dayton Hudson / Mervyn	\$18,150,000	8	0.17%
Lowes Home Center Inc.	\$17,616,700	9	0.17%
MNM Brick Plaza LP	\$16,260,900	10	0.15%

2010			
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Federal Realty Investment Trust	\$63,663,600	1	0.60%
Bricktown VF LLC	\$43,795,600	2	0.41%
JSM @ Brick LLC	\$36,494,100	3	0.34%
Super Intermediateco LLC	\$36,129,100	4	0.34%
Waterside Gardens Apartment	\$32,044,400	5	0.30%
Kentwood Construction	\$28,043,900	6	0.26%
Crescent Center Assoc	\$22,883,000	7	0.21%
Dayton/Hudson Mervyn	\$18,150,000	8	0.17%
Lowes Home Center Inc	\$17,616,700	9	0.16%
Hovcare of Brick, Inc.	\$12,000,000	10	0.11%

BRICK TOWNSHIP BOARD OF EDUCATION
Principal Property Taxpayers
UNAUDITED

2009			
<u>Taxpayer</u>	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	unavailable		

2008			
<u>Taxpayer</u>	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	unavailable		

2007			
<u>Taxpayer</u>	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Federal Realty Investment Trust	\$30,970,700	1	0.66%
Bricktown VF LLC	\$20,886,700	2	0.45%
Waterside Gardens Apartments	\$15,100,000	3	0.32%
Super Intermediateco LLC	\$14,360,000	4	0.31%
Kentwood Construction	\$11,931,000	5	0.26%
Crescent Center Associates	\$9,200,000	6	0.20%
Lowes Home Center Inc	\$8,281,000	7	0.18%
Dayton Hundson/ Mervyn	\$7,250,000	8	0.16%
Hovcare of Brick, Inc	\$6,960,000	9	0.15%
Kennedy Mall Associates	\$6,695,600	10	0.14%

2006			
<u>Taxpayer</u>	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Federal Realty Investment Trust	\$30,970,700	1	0.67%
Bricktown VF LLC	\$20,583,500	2	0.44%
Waterside Gardens	\$15,100,000	3	0.32%
New Plan Realty Plus	\$14,360,000	4	0.31%
Kentwood Construction	\$11,931,000	5	0.26%
Lowes Home Center Inc	\$11,210,800	6	0.24%
Crescent Center Associates	\$9,200,000	7	0.20%
The Price Company	\$8,472,400	8	0.18%
Dayton Hundson/ Mervyn	\$8,000,000	9	0.17%
CRP Worthington LP	\$7,910,000	10	0.17%

2005			
<u>Taxpayer</u>	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Federal Realty Investment Trust	\$30,970,700	1	0.67%
Bricktown VF LLC	\$20,583,500	2	0.44%
Waterside Gardens	\$15,100,000	3	0.33%
New Plan Realty Plus	\$14,360,000	4	0.31%
Kentwood Construction	\$11,931,000	5	0.26%
Lowes Home Center Inc	\$11,210,800	6	0.24%
Crescent Center Associates	\$9,200,000	7	0.20%
The Price Company	\$8,472,400	8	0.18%
Verizon - New Jersey	\$8,216,535	9	0.18%
Dayton Hundson/ Mervyn	\$8,000,000	10	0.17%

Note: This schedule does not contain ten years of information as GASB # 44 was implemented during the fiscal year ended June 30, 2006.

Source: Municipal Tax Assessor

Exhibit J-9

BRICK TOWNSHIP BOARD OF EDUCATION
Municipal Property Tax Levies and Collections
Last ten years
UNAUDITED

<u>Year Ended</u> <u>December 31,</u>	<u>Total Tax</u> <u>Levy</u>	<u>Current Tax</u> <u>Collections</u>	<u>Percent of tax</u> <u>Levy Collected</u>
2012	\$ 213,045,475	*	*
2011	\$ 211,136,204	\$ 204,161,786	96.70%
2010	\$ 199,641,209	\$ 195,719,724	98.04%
2009	\$ 186,065,950	\$ 188,702,211	98.44%
2008	\$ 180,964,452	\$ 178,563,820	98.67%
2007	\$ 172,041,553	\$ 168,953,728	98.21%
2006	\$ 162,940,614	\$ 160,546,414	98.53%
2005	\$ 154,162,181	\$ 151,938,456	98.56%
2004	\$ 142,752,418	\$ 140,737,736	98.59%
2003	\$ 136,734,312	\$ 134,836,061	98.61%

Exhibit J-10

BRICK TOWNSHIP BOARD OF EDUCATION
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years
 UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Business- Type Activities	Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Capital Leases			
2013	\$ 18,814,000	\$ 1,160,642	-	\$ 19,974,642	not available	not available
2012	\$ 20,759,000	\$ 904,349	-	\$ 21,663,349	not available	not available
2011	\$ 22,939,000	\$ 1,979,750	-	\$ 24,918,750	0.001634271	\$ 40,724
2010	\$ 25,079,000	\$ 3,090,554	-	\$ 28,169,554	0.001430303	\$ 40,291
2009	\$ 24,820,000	\$ 4,558,197	-	\$ 29,378,197	0.001338782	\$ 39,331
2008	\$ 26,466,000	\$ 6,030,000	-	\$ 32,496,000	0.001260924	\$ 40,975
2007	\$ 23,492,000	\$ 4,640,262	-	\$ 28,132,262	0.001393916	\$ 39,214
2006	\$ 25,427,000	\$ 4,439,233	-	\$ 29,866,233	0.001231257	\$ 36,773
2005	\$ 28,497,000	\$ 5,072,509	-	\$ 33,569,509	0.001027629	\$ 34,497
2004	\$ 31,517,000	\$ 1,208,040	-	\$ 32,725,040	0.001025728	\$ 33,567

Exhibit J-11

BRICK TOWNSHIP BOARD OF EDUCATION
 Ratio of Net General Bonded Debt to Assessed
 Value and Net Bonded Debt Per Capita
 Last ten fiscal years
 UNAUDITED

Fiscal Year Ended <u>June 30,</u>	General Obligation <u>Bonds</u>	Net Assessed Valuation <u>Deductions</u>	Net <u>Bonded Debt</u>	Percentage of Actual Taxable Value of <u>Property</u>	Per <u>Capita</u>
2013	\$18,814,000	-	18,814,000	100%	**
2012	\$20,759,000	-	20,759,000	100%	**
2011	\$22,939,000	-	22,939,000	100%	40,724
2010	\$25,079,000	-	25,079,000	100%	40,291
2009	\$24,820,000	-	24,820,000	100%	39,331
2008	\$26,466,000	-	26,466,000	100%	40,975
2007	\$23,492,000	-	23,492,000	100%	39,214
2006	\$25,427,000	-	25,427,000	100%	36,773
2005	\$28,497,000	-	28,497,000	100%	34,497
2004	\$31,517,000	-	31,517,000	100%	33,537

Source: Assessed valuations were provided by the Abstract of Ratables,
 County Board of Taxation.

Per Capita income data was provided by the
 New Jersey Department of Labor and Workforce Development

Exhibit J-12

BRICK TOWNSHIP BOARD OF EDUCATION
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2013
 UNAUDITED

	<u>June 30, 2013</u>		
	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$153,056,697	100%	\$153,056,697
Brick Township MUA	\$59,274,225	100%	\$59,274,225
Ocean County	\$418,744,357		\$0
Ocean County Utilities Authority	\$205,373,273		\$0
Subtotal - Overlapping Debt	<u>\$836,448,552</u>		<u>\$212,330,922</u>
Brick Township School District	\$20,726,451	100%	\$20,726,451
Total Direct and Overlapping Debt	<u>\$857,175,003</u>		<u>\$233,057,373</u>

	<u>June 30, 2012</u>		
	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$121,000,226	100%	\$121,000,226
Brick Township MUA	\$65,846,825	100%	\$65,846,825
Ocean County	\$403,290,000		\$0
Ocean County Utilities Authority	\$235,293,032		\$0
Subtotal - Overlapping Debt	<u>\$825,430,083</u>		<u>\$186,847,051</u>
Brick Township School District	\$23,362,944	100%	\$23,362,944
Total Direct and Overlapping Debt	<u>\$848,793,027</u>		<u>\$210,209,995</u>

	<u>June 30, 2011</u>		
	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$123,158,862	100%	\$123,158,862
Brick Township MUA	\$66,602,190	100%	\$66,602,190
Ocean County	\$437,202,193	11.92%	\$52,114,501
Ocean County Utilities Authority	\$262,487,866	10.73%	\$28,164,948
Subtotal - Overlapping Debt	<u>\$889,451,111</u>		<u>\$270,040,501</u>
Brick Township School District	\$22,939,000	100%	\$22,939,000
Total Direct and Overlapping Debt	<u>\$912,390,111</u>		<u>\$292,979,501</u>

	<u>June 30, 2010</u>		
	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$111,424,256	100%	\$111,424,256
Brick Township MUA	\$80,541,000	100%	\$80,541,000
Ocean County	\$426,924,510	11.92%	\$50,889,402
Ocean County Utilities Authority	\$265,811,925	10.73%	\$28,521,620
Subtotal - Overlapping Debt	<u>\$884,701,691</u>		<u>\$271,376,277</u>
Brick Township School District	\$25,079,000	100%	\$25,079,000
Total Direct and Overlapping Debt	<u>\$909,780,691</u>		<u>\$296,455,277</u>

Exhibit J-12

BRICK TOWNSHIP BOARD OF EDUCATION
Direct and Overlapping Governmental Activities Debt
As of June 30, 2013
UNAUDITED

	Debt Outstanding	June 30, 2009	
		Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$97,721,593	100%	\$97,721,593
Brick Township MUA	\$84,653,514	100%	\$84,653,514
Ocean County	\$378,719,000	11.92%	\$45,143,305
Ocean County Utilities Authority	\$295,399,859	10.73%	\$31,694,995
Subtotal - Overlapping Debt	\$856,493,966		\$259,213,407
Brick Township School District	\$27,949,485	100%	\$27,949,485
Total Direct and Overlapping Debt	\$884,443,451		\$287,162,892

	Debt Outstanding	June 30, 2008	
		Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$95,906,366	100%	\$95,906,366
Brick Township MUA	\$97,436,883	100%	\$97,436,883
Ocean County	\$341,276,000	12.2%	\$41,601,544
Ocean County Utilities Authority	\$286,310,875	12.2%	\$34,901,296
Subtotal - Overlapping Debt	\$820,930,124		\$269,846,089
Brick Township School District	\$26,466,000	100%	\$26,466,000
Total Direct and Overlapping Debt	\$847,396,124		\$296,312,089

	Debt Outstanding	June 30, 2007	
		Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Governmental Unit			
Debt repaid with property taxes			
Brick Township	\$90,671,965	100%	\$90,671,965
Brick Township MUA	\$103,588,235	100%	\$103,588,235
Ocean County	\$360,411,638	11.7%	\$42,168,162
Ocean County Utilities Authority	\$312,648,883	11.7%	\$36,579,919
Subtotal - Overlapping Debt	\$867,320,721		\$273,008,281
Brick Township School District	\$23,492,000	100%	\$23,492,000
Total Direct and Overlapping Debt	\$890,812,721		\$296,500,281

Note: This schedule does not contain ten years of information as GASB #44 was implemented during this fiscal year ending June 30, 2006.

BRICK TOWNSHIP BOARD OF EDUCATION
Legal Debt Margin Information.
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year	2013	2012	2011	2010	2009	2008	2007	2006
Equalized valuation basis								
Average equalized valuation of taxable property	2012 \$11,260,023,100 2011 \$11,858,371,796 2010 \$12,012,545,082	2011 \$11,858,371,796 2010 \$12,012,545,082 2009 \$12,632,212,715	2010 \$12,007,112,410 2009 \$12,632,212,715 2008 \$12,920,518,447	2009 \$12,632,212,715 2008 \$12,920,518,447 2007 \$12,883,832,507	2008 \$12,920,518,447 2007 \$12,883,832,507 2006 \$12,067,074,909	2007 \$12,883,832,507 2006 \$12,067,074,909 2005 \$10,415,689,049	2006 \$12,067,074,909 2005 \$10,415,689,049 2004 \$8,869,969,112	2005 \$10,415,689,049 2004 \$8,869,969,112 2003 \$7,458,941,340
Debt limit (4% of average equalization value) *	\$468,412,533	\$468,708,395	\$500,797,914	\$572,487,516	\$504,952,345	\$471,554,620	\$418,036,441	\$366,594,660
Net bonded school debt	\$70,726,450.89	\$23,362,945.00	\$22,939,000	\$25,079,000	\$27,949,485	\$26,466,000	\$25,504,194	\$27,691,372
Legal Debt Margin	\$447,686,082	\$465,345,450	\$477,858,914	\$487,408,516	\$477,002,860	\$445,088,620	\$392,532,247	\$328,903,288
Total net debt applicable to limit as a percentage of debt limit	4.42%	4.80%	4.58%	4.85%	5.54%	5.61%	6.10%	7.77%

Note: This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

* Limit set by NUSA 18A-24-16 for a K through 12 district

Exhibit J-14

BRICK TOWNSHIP BOARD OF EDUCATION
Demographic and Economic Statistics
Last Ten Fiscal Years
UNAUDITED

Year	Unemployment Rate ^a	Per Capita Personal Income ^c	School District Population
2012	10.10%	not available	75,322
2011	10.00%	\$ 40,724	75,438
2010	9.70%	\$ 40,291	75,211
2009	9.30%	\$ 39,331	78,809
2008	5.60%	\$ 40,975	78,505
2007	4.20%	\$ 39,214	78,296
2006	4.50%	\$ 36,773	78,098
2005	4.20%	\$ 34,497	77,884
2004	4.70%	\$ 33,567	78,253
2003	5.49%	\$ 33,029	78,341

Source:

Unemployment Rate and Per Capita Personal Income data provided by New Jersey Department of Labor and Workforce Development

Exhibit J-15

BRICK TOWNSHIP BOARD OF EDUCATION
Principal Employers,
Current Year and Nine Years Ago
UNAUDITED

Employer	2013			2003		
	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment
Brick Township Board of Education	1,700	1	0.00%	N/A	N/A	0.00%
Meridian Health Care	1,556	2	0.00%	N/A	N/A	0.00%
Township of Brick	470	3	0.00%	N/A	N/A	0.00%
Walmart	243	4	0.00%	N/A	N/A	0.00%
Costco	185	5	0.00%	N/A	N/A	0.00%
			-			-
			-			-
	<u>4,154</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

Exhibit J-16

BRICK TOWNSHIP BOARD OF EDUCATION
 Full-time Equivalent District Employees by Function/Program,
 Last Seven Fiscal Years
 UNAUDITED

<u>Function/Program</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Instruction							
Regular	539	522	559	750	770	565	585
Special education	312	317	271	78	72	342	403
Support services							
Student and Instruction Related Services	228	229	226	144	147	241	165
General Administrative	4	5	4	2	2	7	8
School Administrative	70	73	73	30	33	71	70
Central Services	17	18	18	12	13	17	16
Administrative Information Technology	7	7	8	6	5	4	3
Plant Operations & Maintenance	101	115	111	106	108	124	120
Pupil Transportation	151	156	142	131	140	155	156
Other Support Services	6	4	4	256	263	4	2
Food service	58	56	56	48	53	67	66
Total	<u>##### #</u>	<u>1,501</u>	<u>1,472</u>	<u>1,563</u>	<u>1,606</u>	<u>1,597</u>	<u>1,594</u>

Source: District Personnel Records

BRICK TOWNSHIP BOARD OF EDUCATION
 Operating Statistics,
 Last Eight Fiscal Years
 UNAUDITED

Pupil/Teacher Ratio

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			High School	Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	School					
2006	10,933	123,630,709	11,308	N/A	N/A	11.7:1	11.9:1	12.3:1	10,885.0	10,222.0	N/A	93.91%	
2007	10,797	132,519,534	9,247	-18.23%	804	11.8:1	11.9:1	11.8:1	10,722.0	9,980.0	-1.50%	93.08%	
2008	10,569	130,787,896	10,107	9.30%	790	11.5:1	11.7:1	11.5:1	10,904.0	9,904.0	-2.05%	94.31%	
2009	10,347	135,003,042	10,648	5.35%	927	10.8:1	11.3:1	10.9:1	10,382.3	9,789.5	-1.14%	94.29%	
2010	10,264	141,491,314	11,810	10.91%	876	10.9:1	11:1	10.9:1	9,872.5	9,314.4	-4.91%	94.35%	
2011	10,071	148,434,116	11,784	-0.22%	830	10.7:1	10.9:1	10.9:1	10,076.0	9,503.1	2.06%	94.31%	
2012	9,714	142,231,617	11,891	0.91%	838	19.1:1	18.1:1	12.9:1	9,783.6	9,246.5	-2.90%	94.51%	
2013	9,666	143,931,702	12,293	3.38%	851				9,559.3	9,036.4	-2.30%	94.53%	

Note: This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

Source: District Records, School Register Summary

BRICK TOWNSHIP BOARD OF EDUCATION
 School Building Information
 Last Eight Fiscal Years
 UNAUDITED

District Building	Square Feet	Enrollment							
		2013	2012	2011	2010	2009	2008	2007	
Brick Twp High School	207,400	1,475	1,533	1,522	1,526	1,555	1,515	1,576	
Brick Twp Memorial High School	228,340	1,747	1,820	1,843	1,869	1,814	1,861	1,912	
Brick Community Primary Learning Ctr	58,000	173	544	562	615	601	736	794	
Drum Point Road School	52,720	524	472	492	545	534	564	567	
Emma Havens Young School	68,701	924	884	912	850	835	824	849	
Herbertsville Elementary School	26,924	241	226	252	255	250	268	295	
Lake Riviera Middle School	91,964	975	994	1,056	1,081	1,118	1,138	1,129	
Lanes Mill Elementary School	54,770	601	521	520	526	570	588	593	
Midstreams Elementary School	34,690	530	475	517	542	581	563	535	
Osbornville Elementary School	37,200	423	298	300	281	306	308	349	
Veterans Memorial Elementary School	54,357	671	577	636	648	673	739	647	
Veterans Memorial Middle School	98,942	1,173	1,217	1,303	1,346	1,356	1,421	1,430	
Administration Building	6,475	0	0	0	0	0	0	0	
Laurelton School	14,900	0	0	0	0	0	44	51	
Educational Enrichment Center	20,400	0	153	156	180	154	60	70	

Source: District Records

BRICK TOWNSHIP BOARD OF EDUCATION
General Fund
Schedule of Required Maintenance For School Facilities
For the Fiscal Year Ended June 30, 2013
Undistributed Expenditures - required
Maintenance For School Facilities
11-000-261-XXX
UNAUDITED

	2013	2012	2011	2010	2009	2008	2007	2006
Brick Twp High School	\$ 245,187	\$ 212,000	\$ 246,392	\$ 305,255	\$ 252,994	\$ 273,009	\$243,132	\$235,187
Brick Twp Memorial High School	312,648	270,330	314,185	318,338	300,385	327,366	\$458,347	\$189,614
Brick Community Primary Learning Center	65,305	56,466	65,626	15,000	15,000	15,000	\$67,209	\$32,466
Drum Point Road School	49,539	42,834	49,783	62,725	61,000	61,000	\$60,570	\$34,832
Emma Havens Young School	77,352	66,882	77,732	75,000	80,000	80,000	\$79,610	\$62,446
Herbertsville Elementary School	31,574	27,300	31,729	31,000	31,000	31,000	\$30,570	\$46,757
Lake Riviera Middle School	146,446	126,624	147,166	117,734	118,000	118,000	\$106,566	\$78,090
Lanes Mill Elementary School	50,872	43,986	51,121	59,238	64,000	64,000	\$63,467	\$54,721
Midstreams Elementary School	49,653	42,932	49,897	42,000	41,000	41,000	\$40,198	\$62,635
Osbornville Elementary School	52,979	45,808	53,240	45,000	43,000	43,000	\$43,107	\$39,929
Veterans Memorial Elementary School	71,109	61,484	71,459	62,587	63,000	63,000	\$62,988	\$70,502
Veterans Memorial Middle School	152,217	131,615	152,966	114,587	115,000	115,000	\$114,652	\$112,705
Administration Building	7,339	6,346	7,375	7,000	7,000	7,000	\$7,503	\$21,338
Laurelton School	1,190	1,029	0	0	0	20,000	\$17,266	\$33,188
Educational Enrichment Center	20,717	17,913	20,818	15,000	20,000	8,000	\$20,421	\$30,551
Warehouse	11,221	9,702	7,859	3,000	3,300	3,300	\$3,218	\$13,353
Garage/ Transportation	7,821	6,762	7,403	10,000	35,000	35,000	\$34,563	\$17,185
Maintenance Building	7,367	6,370	1,708	15,000	30,000	30,000	\$28,592	\$30,462
Grounds	1,700	1,470	11,276	3,000	3,000	3,000	2,000	\$ 2,000
Special Services Building	1,744	1,508	1,753	included above				
Technology Training Center	5,266	4,553	5,292	included above				
BTHS Athletic Facilities	4,489	1,326	1,541	included above				
BMHS Athletic Facilities	1,534	3,881	4,510	included above				
VMMS Athletic Facilities	1,904	1,646	1,914	included above				
Grand Total	\$1,377,170	\$ 1,190,767	\$ 1,382,745	\$ 1,301,464	\$ 1,282,679	\$ 1,337,675	\$ 1,483,979	\$ 1,167,961

*School Facilities as defined under EFCPA
(NJAC 6A:26-1.2 and NJAC 6:24-1.3)

BRICK TOWNSHIP BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2013
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Property and Grounds		
Blanket Building and Business Personal Prop	\$241,830,997	5,000
Flood/Earthquake (non Flood zones)	\$50,000,000	10,000
Comprehensive General Liability		
Each Occurrence Limit	\$16,000,000	
General Aggregate	none	
Products/Completed Operations	\$16,000,000	
Personal Injury	\$16,000,000	
Fire Damage	\$16,000,000	
Medical Expense Limit (excluding students)	5,000 per person	
Employee Benefit	\$16,000,000	1,000
Employee Benefit-Aggregate	\$16,000,000	
Automobile		
Combined Single Limit	\$16,000,000	
Hired/Non Owned	\$16,000,000	
Uninsured/Underinsured Motorists	1,000,000	
Medical Payments- Comp & Collision Coverage	10,000 for pvt pass veh included	1,000 1,000
Crime Coverage		
Employee Dishonesty with Faithful Performance	250,000	1,000
Forgery & Alteration	50,000	500
Theft, Disappearance and Destruction/Loss of Money & Securities		
On or Off Premises	50,000	500
Computer Fraud	50,000	500
Excess Liability Coverage		
Liability Coverage	n/a	
Occurrence Limit	n/a	
Public Official Bonds		
Business Administrator	\$525,000	
Treasurer	\$525,000	
Student Accident Coverage	Voluntary Only	
Sport Accident Accident		
Educators Legal Liability	\$1,000,000 Cov A	n/a
Workers Comp	\$2M/\$2M/\$2M	n/a

Single Audit Section

William E. Antonides and Company

CERTIFIED PUBLIC ACCOUNTANTS

107

K-1

WILLIAM E. ANTONIDES, C.P.A., R.M.A., P.S.A.
WILLIAM E. ANTONIDES, JR., C.P.A., R.M.A., P.S.A.

Telecopier:
732-681-4033

e-mail:
antonidescpa@monmouth.com

EDWARD J. SIMONE, C.P.A., R.M.A., P.S.A.

Monmouth County Office:
2807 Hurley Pond Road
Suite 200
P.O. Box 1137
Wall, New Jersey 07719-1137
732-681-0980

DOROTHY S. GALLAGHER, C.P.A., R.M.A., P.S.A.
DONALD F. HILL, C.P.A., P.S.A.
CHI-LING LAI, C.P.A., P.S.A.
WAYNE M. SIBILIA, C.P.A., P.S.A.

Ocean County Office:
506 Hooper Avenue, Suite B
Toms River, New Jersey 08753-7704
732-914-0004

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

AND ON COMPLIANCE AND OTHER MATTERS BASED ON

AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN

ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey

We have audited, in accordance with the 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 prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brick Township Board of Education, (the "District"), in the County of Ocean, State of New Jersey, as of and for the fiscal year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated November 18, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstance for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control.

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

Internal Control Over Financial Reporting (Continued)

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

William E. Antonides and Company

Independent Auditors

Wall Township, New Jersey
November 18, 2013

WILLIAM E. ANTONIDES, C.P.A., R.M.A., P.S.A.
WILLIAM E. ANTONIDES, JR., C.P.A., R.M.A., P.S.A.

EDWARD J. SIMONE, C.P.A., R.M.A., P.S.A.

DOROTHY S. GALLAGHER, C.P.A., R.M.A., P.S.A.

DONALD F. HILL, C.P.A., P.S.A.

CHI-LING LAI, C.P.A., P.S.A.

WAYNE M. SIBILIA, C.P.A., P.S.A.

Telecopier:
732-681-4033

e-mail:
antonidescpa@monmouth.com

Monmouth County Office:
2807 Hurley Pond Road
Suite 200
P.O. Box 1137
Wall, New Jersey 07719-1137
732-681-0980

Ocean County Office:
506 Hooper Avenue, Suite B
Toms River, New Jersey 08753-7704
732-914-0004

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;

REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY U.S. OMB

CIRCULAR A-133 AND SCHEDULE OF EXPENDITURES OF STATE FINANCIAL

ASSISTANCE AS REQUIRED BY NEW JERSEY OMB CIRCULAR LETTER 04-04

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Brick Township Board of Education's (the "District") 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 Letter 04-04 State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2013. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. 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 Office of School Finance, Department of Education, State of New Jersey; U.S. OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB Circular Letter 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 the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

Auditor's Responsibility (Continued)

We believe that our audit provides a reasonable basis for our opinion on compliance for each major and state program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB Circular Letter 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 District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and New Jersey OMB Circular Letter 04-04. Accordingly this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by U.S. OMB Circular A-133 and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular Letter 04-04

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 District, as of and for the fiscal year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 18, 2013, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by U.S. OMB Circular A-133 and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular Letter 04-04 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 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 State of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state finance assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

William E. Antonides and Company
Independent Auditors

Wall Township, New Jersey
November 18, 2013

BRICK TOWNSHIP BOARD OF EDUCATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Schedule A

FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Federal C.F.D.A. No.	Federal Grant/Pass-Through Grantor/Program Title	Grant Period	Award Amount	Balance at June 30, 2012	(To)/From Adjustments	Cash Received	Budgetary Expenditures	(Accounts Receivable)	Balance at June 30, 2013	Deferred Revenue	Due to Grantor
	Special Revenue Fund:										
	Passed-Through State Department of Education:										
	Education of Homeless	9/01/2012 - 8/31/2013	\$ 331,086.00	\$ (30,157.00)	\$.56	\$ 67,655.00	\$ 282,686.27	\$ (215,031.27)	\$	\$	\$
84.196A	Education of Homeless	9/01/2011 - 8/31/2012	186,585.00			59,231.00	29,074.56				
84.173	L.D.E.A. Preschool	9/01/2012 - 8/31/2013	101,702.00			48,866.00	114,724.55	(65,858.55)			
84.041	L.D.E.A. Preschool	9/01/2011 - 8/31/2012	150,773.00	(70,816.60)		83,251.00	12,434.40				
84.027	Impact Grant	9/01/2012 - 8/31/2013	2,613,197.00	(15,873.88)		28,176.42	4,500.00				7,802.54
84.010	L.D.E.A. Part B Basic Regular	9/01/2011 - 8/31/2012	2,670,739.00	(399,689.97)	.50	1,406,493.00	2,373,539.95	(967,046.95)			
84.010	L.D.E.A. Part B Basic Regular	9/01/2012 - 8/31/2013	1,220,730.00			470,373.00	70,683.53	(590,826.12)			
84.010	Title I	9/01/2011 - 8/31/2012	1,518,781.00	(380,475.41)	(1.46)	645,015.00	264,538.13				
84.367A	Title II - Part A	9/01/2012 - 8/31/2013	372,084.00		.01	147,238.00	215,425.15	(68,187.15)			
84.367A	Title II - Part A	9/01/2011 - 8/31/2012	537,174.00	(50,764.00)		214,811.00	164,047.01				
84.365	Title III	9/01/2005 - 8/31/2006	34,335.00	(2,371.00)		2,371.00					
84.365	Title III	9/01/2012 - 8/31/2013	49,769.00	(11,504.00)	(.53)	17,796.00	11,352.39				6,443.61
84.365	Title III	9/01/2011 - 8/31/2012	49,889.00			13,073.00	1,568.47				
84.413A	Race to the Top	9/01/2011 - 11/30/2015	100,010.00			34,980.00	37,339.33	(2,359.33)			
84.184S	Protect SERV	10/29/2012 - 6/30/2013	211,891.00	(961,651.86)	(.92)	211,891.00	211,891.00	(1,999,369.37)			7,802.54
	Total Department of Education					3,743,438.42	4,676,868.86		6,443.61		
	U.S. Department of Justice:										
16.71	Comps Grant	7/01/2010 - 6/30/2011	104,625.53	(1,066,277.39)	(.92)	3,743,438.42	4,676,868.86	(1,046,255.53)			7,802.54
	Total Special Revenue Fund										
	Enterprise Fund:										
	U.S. Department of Agriculture:										
	Passed-Through State Department of Education:										
10.555	National School Lunch Program	7/01/2011 - 6/30/2012	842,497.27	(36,885.06)		36,885.06	961,317.86	(78,463.53)			
10.555	National School Lunch Program	7/01/2012 - 6/30/2013	961,317.86			882,854.33					
10.556	Special Milk Program	7/01/2011 - 6/30/2012	303.57	(13.47)		13.47					
10.556	Special Milk Program	7/01/2012 - 6/30/2013	423.94			372.78	423.94	(51.16)			
10.550	Food Donation Program	7/01/2012 - 6/30/2013	146,237.08			146,237.08	146,237.08				
10.553	School Breakfast Program	7/01/2011 - 6/30/2012	209,344.31	(45,393.32)		45,393.32					
10.553	School Breakfast Program	7/01/2012 - 6/30/2013	314,640.39	(82,291.85)		284,659.31	314,640.39	(29,981.08)			
	Total Enterprise Fund					1,396,415.35	1,422,619.27	(108,495.77)			
	U.S. Department of Education:										
	General Fund:										
84.410A	Education Jobs Fund	8/10/2010 - 9/30/2012	1,292,939.00	(121,321.76)		127,846.63	9,852.87	(3,328.00)			
93.778	Medical Assistance Program	7/01/2012 - 6/30/2013	321,623.73			321,623.73	321,623.73				
	Total U.S. Department of Education					449,470.36	331,476.60	(3,328.00)			
	Total Federal Awards					\$ 5,589,344.13	\$ 6,430,964.73	\$ (2,125,758.67)	\$ 6,443.61	\$ 7,802.54	

(A)

(A) Rounding difference cancelled to General Fund.

BRICK TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Schedule B

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2012		(To)/From Adjustments	Cash Received	Budgetary Expenditures	Returned to State of NJ	Balance at June 30, 2013		Memo Budgetary Receivable	Cumulative Expenditures
				(Accounts Receivable)	Due to Grantor					(Accounts Receivable)	Due to Grantor		
General Fund:													
State Department of Education:													
Special Education Aid	13-495-034-5120-089	7/01/2012 - 6/30/2013	\$ 5,341,631.00	\$	\$	\$	\$ 5,341,631.00	\$	\$	\$	\$ (534,163.00)	\$	\$ 5,341,631.00
Extracurricular Aid	12-495-034-5120-011	7/01/2011 - 6/30/2012	1,587,094.00	(1,587,094.00)		1,587,093.41							1,587,094.00
Extraordinary Aid	13-495-034-5120-011	7/01/2012 - 6/30/2013	1,329,075.00			4,839,332.00	1,329,075.00				(1,329,075.00)		1,329,075.00
Transportation Aid	13-495-034-5120-014	7/01/2012 - 6/30/2013	9,517,398.00			9,517,398.00	9,517,398.00				(483,933.00)		9,517,398.00
Equalization Aid	13-495-034-5120-078	7/01/2012 - 6/30/2013	999,541.00			999,541.00	999,541.00				(99,954.00)		999,541.00
Security Aid	13-495-034-5120-084	7/01/2012 - 6/30/2013	15,056,746.00			15,056,746.00	15,056,746.00				(1,471,607.00)		15,056,746.00
Adjustment Aid	13-495-034-5120-085	7/01/2012 - 6/30/2013	21,818.56	(21,818.56)		21,818.56							21,818.56
Non-Public Transportation Aid	Not Available	7/01/2012 - 6/30/2012	18,235.59			4,418,860.00	18,235.59				(18,235.59)		18,235.59
On-behalf TPAY Post-Retirement Medical Contributions	13-495-034-5095-001	7/01/2012 - 6/30/2013	4,418,860.00			4,418,860.00	4,418,860.00						4,418,860.00
Social Security Tax	12-495-034-5095-002	7/01/2011 - 6/30/2012	4,572,593.13	(17,801.79)		4,294,791.34	4,572,593.13				(224,707.47)		4,572,593.13
Teachers Pension and Annuity Fund	13-495-034-5095-002	7/01/2011 - 6/30/2012	3,901,910.00			3,901,910.00	3,901,910.00						3,901,910.00
Total General Fund			\$ 50,004,438.43	(1,626,714.35)		\$ 49,377,724.08	\$ 49,377,724.08				(1,572,018.06)		\$ 56,131,660.42
Special Revenue Fund:													
State Department of Education:													
Chapter 192	12-100-034-5120-067	7/01/2011 - 6/30/2012	146,170.00	(3,970.00)		3,970.00		32,789.00					112,350.66
Chapter 192	13-100-034-5120-067	7/01/2012 - 6/30/2013	136,733.00			133,773.50	116,101.41				(2,598.44)		116,101.41
Chapter 193	13-100-034-5120-067	7/01/2012 - 6/30/2013	224,773.00			224,773.00	126,101.56				98,671.44		126,101.56
Chapter 193	12-100-034-5120-067	7/01/2011 - 6/30/2012	246,002.00				146,077.00	146,077.00					99,925.17
Textbooks	13-100-034-5120-373	7/01/2012 - 6/30/2013	11,876.00			11,876.00	11,710.28				(0.00)		11,710.28
Textbooks	13-100-034-5120-064	7/01/2012 - 6/30/2013	32,180.00			32,180.00	32,123.63				(56.37)		32,123.63
Textbooks	12-100-034-5120-064	7/01/2011 - 6/30/2012	28,354.50			43,784.00	41,484.07	2,000.00					28,354.50
Nursing	13-100-034-5120-070	7/01/2012 - 6/30/2013	43,784.00			43,784.00	41,484.07						41,484.07
Nursing	12-100-034-5120-070	7/01/2011 - 6/30/2012	42,041.40			619.00	327,520.95	181,485.00			(2,598.44)		972,776.73
Total State Department of Education			\$ 71,000.00	(3,970.00)		\$ 71,000.00	\$ 66,713.79	\$ 181,485.00			\$ 0.00		\$ 66,713.79
Department of Community Affairs:													
Homeless	Not Available	7/01/2012 - 6/30/2013	47,333.00			2,407.00	66,713.79						47,333.00
Homeless	Not Available	7/01/2011 - 06/30/2012				2,407.00							111,639.82
XXXXXXXXXX													
Total Special Revenue Fund			\$ 118,333.00	(3,970.00)		\$ 118,333.00	\$ 118,333.00	\$ 181,485.00			(2,598.44)		\$ 112,934.38
Capital Projects Fund:													
Educational Facilities Construction and Financing Act													
Midstream School Exterior Doors	0530-060-10-1082-654757	7/01/2012 - 6/30/2013	21,391.00			580.01	580.01				(580.01)		580.01
Brick High School Lockers	0530-020-10-1042-654755	7/01/2012 - 6/30/2013	141,340.00			36,214.81	36,214.81				(36,214.81)		36,214.81
2012 Yearbook Project	0530-025-10-1038-654758-4762	7/01/2012 - 6/30/2013	18,750.00			78,792.93	78,792.93				(78,792.93)		78,792.93
Brick Memorial High School Lockers	0530-043-10-1028-654783	7/01/2012 - 6/30/2013	93,966.60			3,763.42	1,709,810.84				(1,709,810.84)		1,709,810.84
Total Capital Projects Fund			\$ 315,453.60			\$ 315,453.60	\$ 1,829,162.01				(1,829,162.01)		\$ 315,453.60
Debt Service Fund													
Debt Service Aid	13-495-034-5120-017	7/01/2012 - 6/30/2013	401,916.00			401,916.00	401,916.00						401,916.00
Enterprise Fund:													
State Department of Agriculture:													
National School Lunch Program (State Share)	12-100-034-5120-122	7/01/2011 - 6/30/2012	26,908.88	(1,146.79)		1,146.79							26,908.88
National School Lunch Program (State Share)	13-100-034-5120-122	7/01/2012 - 6/30/2013	26,530.64			24,443.67	26,530.64				(2,086.97)		26,530.64
Total Enterprise Fund			\$ 53,439.52	(1,146.79)		\$ 52,292.73	\$ 52,292.73				(2,086.97)		\$ 53,439.52
Total State Financial Assistance			\$ 161,831.14	(1,631.14)		\$ 160,200.00	\$ 160,200.00	\$ 181,485.00			(3,405,865.48)		\$ 160,200.00

(A)

Adjustments
(A) Cancelled to General Fund.

The accompanying Note to Schedules of Financial Assistance are an integral part of this statement.

BRICK TOWNSHIP BOARD OF EDUCATION
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two 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 budget year due to the state deferral and recording of the last state aid payments in the subsequent year. The special revenue fund and capital projects fund are presented in the accompanying schedules on the budgetary basis.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$149,900 for the general fund, \$106,997 for the special revenue fund and \$(1,829,162) for the capital projects fund. See Note 1 (the Notes to Required Supplementary Information) and Exhibit C-3 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 District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 331,477	\$ 50,099,643	\$ 50,431,120
Special Revenue Fund	4,783,865	394,235	5,178,100
Debt Service Fund		401,916	401,916
Food Service Fund	<u>1,422,619</u>	<u>26,531</u>	<u>1,449,150</u>
Total Financial Assistance	\$ <u>6,537,961</u>	\$ <u>50,922,325</u>	\$ <u>57,460,286</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Commodities Program represent current year value received and current year distributions respectively. The amount reported as TPAF Retirement Medical and NCGI Premium Contributions represent the amount paid by the state on behalf of the District for the year ended June 30, 2013. The amount reported as TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2013.

BRICK TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Section I - Summary of Auditor's Results

Financial Statements

[Reference - Section .510 and .520 of Circular OMB-133]

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

1) Material weakness(es) identified? Yes X No

2) Significant deficiencies identified that are not considered to material weaknesses? Yes X None reported

Noncompliance material to basic financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? Yes X No

2) Significant deficiencies identified that are not considered to material weaknesses? Yes X None reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I
84.027	I.D.E.A. - Part B
84.173	I.D.E.A. - Preschool
84.196A	Education of Homeless
84.367A	Title II - Part A
10.553	School Breakfast Program - Cluster
10.555	National School Lunch Program -Cluster
10.556	Special Milk Program - Cluster

Dollar threshold used to distinguish between type A and type B programs: [520] \$300,000

Auditee qualified as low-risk auditee? Yes X No

BRICK TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Section II - Financial Statement Findings

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Chapter 5.18 through 5.20 of *Government Auditing Standards*.

Finding: None

Criteria or specific requirement: N/A

Condition: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

BRICK TOWNSHIP BOARD OF EDUCATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR JUNE 30, 2013

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

This section identifies audit findings required to be reported by Section .510(a) of USOMB Circular A-133 and NJOMB Circular 04-04.

FEDERAL AWARDS

Finding: None

Information on the federal program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's response: N/A

STATE AWARDS

Finding: None

Information on the state program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's response: N/A

BRICK TOWNSHIP BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND
QUESTIONED COSTS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Status of Prior Year Findings

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*, USOMB Circular A-133 (.315 (a)(b)) and NJOMB Circular 04-04.

Finding: N/A

Condition: N/A

Current Status: N/A