SCHOOL DISTRICT OF EDISON TOWNSHIP

EDISON TOWNSHIP BOARD OF EDUCATION

COUNTY OF MIDDLESEX EDISON, NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2013

EDISON SCHOOL DISTRICT
COUNTY OF MIDDLESEX, NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2013

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INTRODUCTORY SECTION

Public Schools of Edison Township

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Richard O'Malley, Ed.D
Superintendent of Schools

Daniel P. Michaud
Business Administrator/Board Secretary

November 25, 2013

Honorable President and
Members of the Board of Education
Edison School District
County of Middlesex, New Jersey

Dear Board Members:

The comprehensive annual financial report (CAFR) of the Edison School District (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 Board of Education (Board). 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 District has implemented Statement No. 34 of the Governmental Accounting Standards Board (GASB) entitled *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.* This standard, issued in June 1999, created a new reporting model of financial information and disclosure, which represented a significant departure from the formerly used reporting model. The reader will notice that the two main basic financial statements created by this standard, the Statement of Net Assets and the Statement of Activities, do not contain numerous columns for various funds that have been seen in past governmental financial statements. These two statements consolidate much of the information contained in fund based financial statements of the past into statements which tend to answer the question: "Is the District better or worse off financially than it was in the previous year?" A comparison of net assets should help the reader in answering that question.

Also required as part of "Required Supplementary Information" by GASB Statement No. 34 is a "Management's Discussion and Analysis" (MD&A) which allows the District to explain in layman's terms its financial position and results of operations of the past fiscal year. The comparative data which is available from the prior year with respect to the reporting of the Statement of Net Assets and Statement of Activities under GASB No. 34, allows for the inclusion of comparative data for both statements in the MD&A section of this report.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended, 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 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 Services: Edison School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Edison 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 Preschool through 12. These include regular, vocational, bilingual as well as special education for educationally handicapped youngsters.

   The District operated the 2012-2013 fiscal year with an average daily enrollment (ADE) of 14,367 students, which is slightly above the previous year's ADE. The following details the changes in the student enrollment of the district over the last ten years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2012-2013	14,367	1.06%
2011-2012	14,217	0.16%
2010-2011	14,194	0.01%
2009-2010	14,181	(0.00%)
2008-2009	14,194	0.01%
2007-2008	14,184	(1.98%)
2006-2007	14,471	3.52%
2005-2006	13,979	3.14%
2004-2005	13,553	3.73%
2003-2004	13,066	1.21%

2. Board of Education Policy Statement: The Public Schools of Edison Township holds as its foremost mission the continuation of its tradition of graduating students with the highest level of academic preparation. Within this context, the Public Schools of Edison Township provide each student with an opportunity to acquire the knowledge and skills needed to become responsible and productive citizens in our democratic and fast changing society and where there is nothing less than excellence.

3. Major Initiatives: Students continue to score above the state and national averages on the Scholastic Achievement Test (SAT). The Edison School District class of 2013 senior's combined SAT scores averaged 1628. There were 26 National Merit Scholars for the 2012-13 school year. The National Merit Scholarship Program honors individual students who show exceptional academic ability and potential for success in rigorous college studies. In addition, during the 2012-2013 school year, students took a total of 1,765 Advanced Placement tests. Our district's results in the State Graduation Test (HSPA) placed Edison Schools among the best in the state and competitive with the district factor group with a 96.1% proficiency rate in Language Arts Literacy and 88.3% proficiency in mathematics for all students.

   Professional Development Activities: Edison's professional development program is a comprehensive system of professional learning geared at serving the district's teachers, supervisors, administrators, and support staff in a thorough and effective manner. All program services are predicated on teacher and program needs identified in analysis of student achievement data, focus group input, school level plans, district curriculum council surveys, Local Professional Development Committee recommendations and faculty and departmental meetings

   Components of the professional development program include mandated staff development for all non-tenured teachers, totaling nine full days of training and seven classroom observation and coaching visits over a three-year period. In addition, an intensive mentoring program is provided to all provisional first year teachers, with workshops and follow-up sessions for each mentor/protégé team. The District also provides Professional Development Institute (PDI), which offers certificated and non-certificated staff PDI hours, leading to salary increments, for their voluntary participation in an array of curriculum and instructionally relevant workshops offered after school and on weekends. A total of 912 certificated and

non-certificated staff took advantage of these after school programs during the 2012-2013 school year. The 2012-13 school calendar also included 2 full-day curriculum in-service days for all teachers, administrators, and paraprofessionals.

Building Projects-Renovations: During the 2012-2013 school year, the district's major improvements to the school buildings and sites included projects such as gymnasium/multi-purpose room partition replacements, a boiler replacement, locker room upgrades, ceiling replacements, sidewalk replacements and repaving of deteriorated parking lots and playgrounds. The district has significantly enhanced the surveillance equipment on the schools and has begun installing interim security cameras at the high schools. In addition, the district has completed the installation of its first turf field at Edison High School and has begun to install a similar field at John P. Stevens High School. The total cost of the capital outlay projects were $2,371,728.

Multi-Year Equity Plan: Our schools continue to promote a positive, supportive environment for learning through the Cultural Understanding Initiative. Middle schools continue to focus on bully and harassment prevention training by emphasizing student skill development in conflict resolution, active listening and empathy awareness through the Peacemakers Program. High Schools address multi-cultural and peer leadership program with elementary schools stressing a broader array of skills encompassed in the Character Counts and Positive Behavior Support In Schools Programs.

The 2007-2010 Comprehensive Equity Plan was approved by the Board on December 18, 2006, for submission to the County Superintendent. County approval was given on June 11, 2007. This three-year plan, based upon self-study, incorporates equity training, affirmative action, equality in education, staff development, minority staff-recruitment, and desegregation mandates. On May 24, 2010, the Board of Education approved the Annual Statement of Assurance for the Comprehensive Equity Plan.

The District's Equity Plan for 2007-2010 focused on equality and equity in school and classroom procedures, prohibiting harassment, annual training for certified and non-certified staff, narrowing the achievement gap and lowering the numbers of at-risk Black and Hispanic students referred to the I&RS Committee and from I&RS Committee to child study teams.

The Comprehensive Plan features the Integrated Quality Education (IQE) component. Through an outdoor environmental education program, fifth graders have the opportunity to develop positive attitudes towards people of different origins and cultures.

Elementary schools utilize the framework Character Counts to develop grade-level projects which utilized class readings and student activities to promote cultural understanding, fairness, responsibility, respect and trust.

Middle level students participate in The Peacemakers and Ripple Effects programs to ensure equity and a positive school climate, supportive guidance counseling services, and co-curricular programs for all students. The District continues to serve as a model for collaborative teaching. This past year, building-level teams of teachers, led by their principals, participated in several professional development sessions to coordinate school level achievement planning with building-based in-service workshop offerings.

The district has continued its efforts to recruit faculty/staff to increase the representation of qualified minorities in the Edison Public Schools.

Technology Plan: Students and teachers use technology routinely to develop critical thinking skills, to research and communicate with students and to access resources beyond the district, to meet and exceed the New Jersey Core Content Standards. Preliminary educational technology curriculum committees have been formed in order to enhance, develop and implement technology K-12, in line with the core content standards and district needs.

Edison township schools' infrastructure has been updated to include a much improved network system allowing the district to become less dependent of other systems. The network consists of improved internet and email system, as well as, updated network capabilities. All primary and secondary schools have up-to-date networking capabilities, including Internet, email and data access. A Technology Director and Student Data Manager have been appointed to keep technology moving in the right direction. The District has implemented an online student data system (Genesis) to better track students and allow parents and teachers to interact with each other, concerning grades, etc.

Staff development continues to improve in the area of technology. Various advanced technology application workshops have been designed by Edison's Professional Development Institute for those who are interested in updating skills. Technology professional development funding is also available for out-of-district workshops to anyone interested in attending.

The purchase of mobile, wireless lap-top computer laboratories and replacement computers continues to equip teachers with the resources to integrate technology into the ongoing instructional program. Promethean Boards have been installed in all K-8 classrooms.

Innovative Programs: The Edison schools actively pursue collaborative relationships with various agencies, ranging from local community organizations, including The Edison Municipal Alliance, JFK Hospital, Rutgers University. A summer Literacy Academy ensures identified at-risk primary grade students' benefit from an extended school year.

The Edison Municipal Alliance, a community assistance organization, provides substance abuse prevention services and youth support programs. Assemblies promoting positive behaviors, peer leadership and peer mediation programs, and the BRIDGES middle and high school at-risk student tutoring programs are sponsored by the Municipal Alliance.

Grant funding in the middle school for student health education and prevention has follow-up staff development of health education teachers to prevent adolescent drug use/abuse and a diabetes education/prevention program.

Special Education: For the 2012-2013 school year, the Edison Township Public School district provided eleven autistic classes located at five district elementary schools. Also, the district had two multiple disabilities classes located at Menlo Park Elementary School and a multiple disabilities class at Woodrow Wilson Middle School and added five Learning Language Disabilities Classes at James Madison Primary School, Lindeneau and Martin Luther King Elementary Schools, Herbert Hoover Middle School and Edison High School. Additionally, the district had six integrated pre-school classes, ten half day pre-school disabled classes and six full day pre-school disabled classes located at the Early Learning Center and the Franklin D. Roosevelt buildings. The district also provides resource program services and supports to students which allows them to remain in their home schools in the least restrictive environment and several elementary schools use PBSIS as part of Character Education.

The department continues to address the quality of instruction delivered to students by providing teachers with in-service training. In-services are planned to improve and reinforce the skills and knowledge for effective classroom teaching and learning. In-services programs include topics such as the High Scope Curriculum, social skills; instructional techniques based on the philosophy of applied behavior analysis (ABA), and multi-sensory instruction.

The department provides a variety of services to the parents. Parent training workshops are provided by the ABA Coordinator. These workshops provide support and skills for parents who need additional assistance. The Department has a Special Education Advisory Council and a Parent Advisory Group, which meet on a bi-monthly basis. In addition, the district directs parents to appropriate community resources for support.

Community Involvement: Throughout the year, active community involvement is planned, fostered, and carried out. Students host various activities for neighborhood senior citizens. K-12 school students, with the support of teachers and community members, participate in the City of Hope Walkathon to raise funds for breast cancer research.

Edison's Strategic Plan is reviewed by all administrators to ensure progress in attaining goals set by the school-community steering committee. By way of the district's Human Relations Committee and Cultural Understanding Initiative, emphasis upon dialogue with community members and multi-cultural themes relevant to education are articulated and considered for inclusion in school-level plans or district-initiatives. Programs featuring bully-prevention and improving school climate was emphasized during 2012-13.

During the 2012-13 school year, the district continued to expand its grades 8 to 9 orientation program emphasizing "transitions" by way of a broad-based educator-student-parent committee with activities for the spring and summer of 2013.

Program Enhancement and Enrichment: The district continues to prioritize academic achievement for all learners in a productive school climate given the following initiatives:

Elementary Schools

- K-5 Writing Initiative featuring program expansion, updated resources and summer Professional Development Institute for elementary administrators
- Revisions to the K-5 science and social studies curriculum guides and instructional materials
- Early intervention support provided to identified at-risk students through after school tutorial programs

Middle Schools

- Standards Solutions to better focus on literacy and math skills
- Added NWEA on-line testing at all middle schools to provide the teacher with students academic strengths and weakness to help guide their instructional planning
- Continued Saturday program for students needing additional support in Language Arts and Mathematics

High Schools

- Continued expansion of AP Program
- Added iPad for Geometry instruction in selected classes
- Continued with Standards Solutions to provide professional development and lesson support focused on Language Arts and Mathematics for our Level 2 classes
- Provided all students the opportunity to take PSATs and/or ACT assessments PLAN and EXPLORE to provide measure for college readiness

4. Economic Condition and Outlook: The Township of Edison continues to enjoy the benefits of its significant ratable base, one of the largest in the State of New Jersey. While the economic situation affecting the U.S and this region has resulted in a reduction in assessed valuations in the current and recent years, it is expected further growth will continue in the industrial and commercial areas of the Township because of its proximity to major markets and accessibility by rail, interstate highways and waterways. The U.S. Census Bureau, Sales Management Magazine and the New Jersey Department of Labor and Industry recognize the Township's contributions to economic life to the region and record separate tabulations of statistics for the Township of Edison. The 2010 U.S. Census Bureau reported the Township's median family income to be $86,725 as compared to the State average of $71,274, and the Township's per capita income at $36,464, compared to the State average of $35,336.

5. Management's Responsibility for Financial Reporting: The management of the school district is responsible for the preparation of the financial statements included within the CAFR and for their integrity and objectivity. In order to enable the District to fulfill its obligation for accurate and fair financial reporting, management is also responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

   The concept of reasonable assurance recognized that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

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

   An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2013.

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

8. Financial Information at Fiscal Year-End: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The District also continues to provide the excellent educational environment found in the Edison Public Schools at a cost per pupil factor that is well below the regional and state averages. This is due in part to the District's costs incurred for administrative services, which are also well below the respective regional and state averages. Information related to the District's financial statements and condition is found in the Financial Section and Statistical Section of this report.

9. Debt Administration: Effective November 3, 1992, as a result of a decision by the electorate, the Board operates as a Type II District. Prior to that date, the Board was classified as a Type I School District and the Board did not issue debt as an autonomous agency. Type I debt for the school district was issued by the Township of Edison as a direct obligation of the municipality. At June 30, 2013, the balance of funds available in the capital projects fund totals **$465,937.37.** Also at June 30, 2013, the District has Type II Debt of **$8,100,000.00** and obligations due on lease-purchase transactions in the amount of **$10,806,000.00**. There is no longer any Type I District debt outstanding.

10. Cash Management: The investment policy of the District is guided in large part by state statute as detailed in the "Notes to Financial Statements", Note 2. The District deposits its 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.

11. 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 fidelity bonds, health insurance benefit plan and workers' compensation fund.

12. Other Information:

A. Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Hodulik & Morrison, P.A., CPA's, 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 of 1984, as amended, and the related OMB Circular A-133 and New Jersey OMB Circular 04-04. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

13. Acknowledgments:

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

Respectfully submitted,

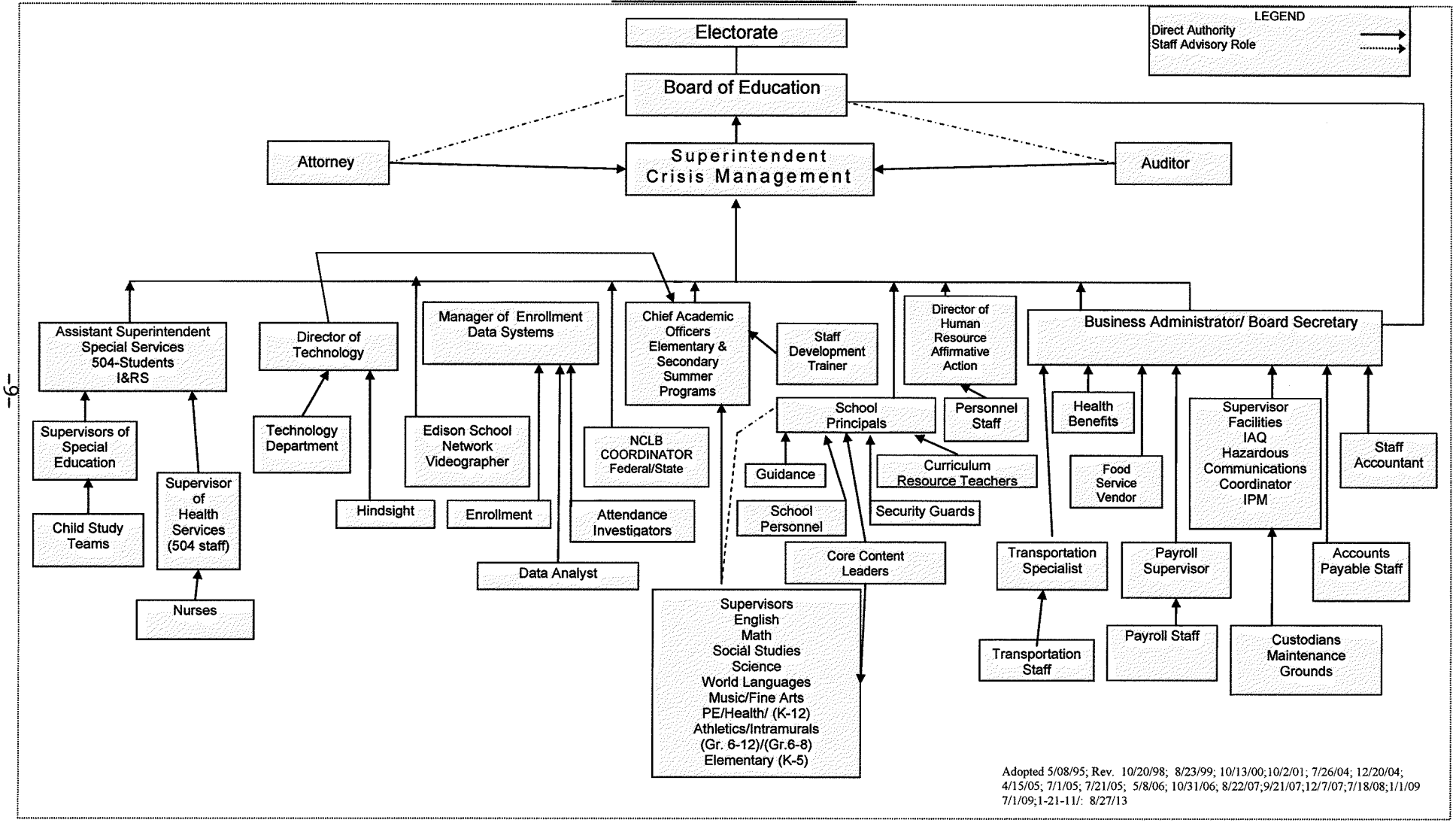
Richard O'Malley, Ed.D.
Superintendent of Schools

Daniel P. Michaud
Board Secretary/Business Administrator

PUBLIC SCHOOLS OF EDISON TOWNSHIP

- REVISED 8-27-13

TABLE OF ORGANIZATION



Adopted 5/08/95; Rev. 10/20/98; 8/23/99; 10/13/00;10/2/01; 7/26/04; 12/20/04; 4/15/05; 7/1/05; 7/21/05; 5/8/06; 10/31/06; 8/22/07;9/21/07;12/7/07;7/18/08;1/1/09 7/1/09;1-21-11/: 8/27/13

EDISON BOARD OF EDUCATION
MIDDLESEX COUNTY, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2013

Members of the Board of Education	Term Expires
Gene I. Maeroff, President	2014
Veena Iyer, Vice President	2016
Deborah A. Anes	2015
Lori A. Bonderowitz	2016
Lora L. Fong	2015
Margot Harris	2015
Dr. Frank Heelan	2014
Sapana Shah	2014
Theresa E. Ward	2016

Other Officials

Richard J. O'Malley, Ed.D., Superintendent of Schools

Margaret DeLuca, Chief Academic Officer/Secondary

AnnMarie Griffin-Ussak, Chief Academic Officer/Primary

Christopher Conklin, Assistant Superintendent of Pupil/Special Services

Daniel P. Michaud, Business Administrator/Board Secretary

Janice Saponaro, Treasurer of School Monies

Schwartz, Simon, Edelstein & Celso, LLC, Board Attorney

TOWNSHIP OF EDISON SCHOOL DISTRICT
CONSULTANTS AND ADVISORS

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MEMBERS OF:
AMERICAN INSTITUTE OF CPA'S
NEW JERSEY SOCIETY OF CPA'S
REGISTERED MUNICIPAL ACCOUNTANTS OF N.J

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Edison School District
Edison, 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 Board of Education of the Edison School District, in the County of Middlesex, 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 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 the 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 error or fraud.

Auditor's Responsibility

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

An audit 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.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Edison School District, in the County of Middlesex, State of New Jersey, as of June 30, 2013 and the respective changes in financial position and cash flows, where applicable, for the 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 as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, 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 Edison School District's basic financial statements as a whole. The accompanying other supplementary information, consisting of the combining and individual fund financial statements and long-term debt schedules, as listed in the table of contents, the schedules of expenditures of federal awards and state financial assistance required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations;* and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, and other information, including the introductory section and the statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements, long-term debt schedules, schedules of expenditures of federal awards and state financial assistance are the responsibility of management and are derived from and relate 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 and individual fund financial statements, long-term debt schedules and schedule of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the financial statements as a whole.

The introductory section 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 Governmental Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2013 on our consideration of the Edison School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of our audit performed in accordance with *Government Auditing Standards* in considering the Edison School District's internal control over financial reporting and compliance.

Hodulik & Morrison, P.A.

HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants

Andrew G. Hodulik
Public School Accountant
PSA # 841

Highland Park, New Jersey
November 29, 2013

REQUIRED SUPPLEMENTARY INFORMATION

PART I

EDISON TOWNSHIP SCHOOL DISTRICT
Edison, New Jersey
Middlesex County

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)
(Unaudited)
June 30, 2013

This section of the district's annual financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2013. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statement—and Management's Discussion and Analysis—for State and Local Governments issued June 1999 and amended by GASB Statement No. 37. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

The key financial highlights for the 2012-2013 fiscal year include the following:

Total net position for governmental activities is reported at $99,540,999.39 at June 30, 2013. This represents an increase of $8,249,388.67 or 9.04% over the prior year reported net position. This increase is primarily the result of additional funding received, a positive variance in expenditures during the reporting period and fixed asset acquisitions. Governmental funds reported a total fund balance of $12,579,945.98, which is a 2.60% decrease over last year's total governmental fund balance. The general or operating fund balance is reported at $12,032,439.01, representing capital, maintenance and emergency reserves of $4,634,975.21; regulatory excess surplus of $1,145,308.84; assigned fund balance designated for subsequent years expenditures of $3,401,757.00 and unassigned general fund balance in the amount of $2,850,397.96. The ending fund balance was impacted by the non-recognition, on a GAAP basis, of State Aid payments deferred to July 2013 in the amount of $3,242,766.00 in the general fund that was due the district at June 30, 2013. Total expenditures for all governmental funds were $241,761,788.58, which included transfers out to charter schools and other items. Total revenues were $241,272,572.32 with a total change in fund balances of $0.336 million for the year. Revenues included $45.6 million in state and federal aid and $188.23 million in local taxes.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the district:

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

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the district's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1

Organization of the School District Annual Financial Report

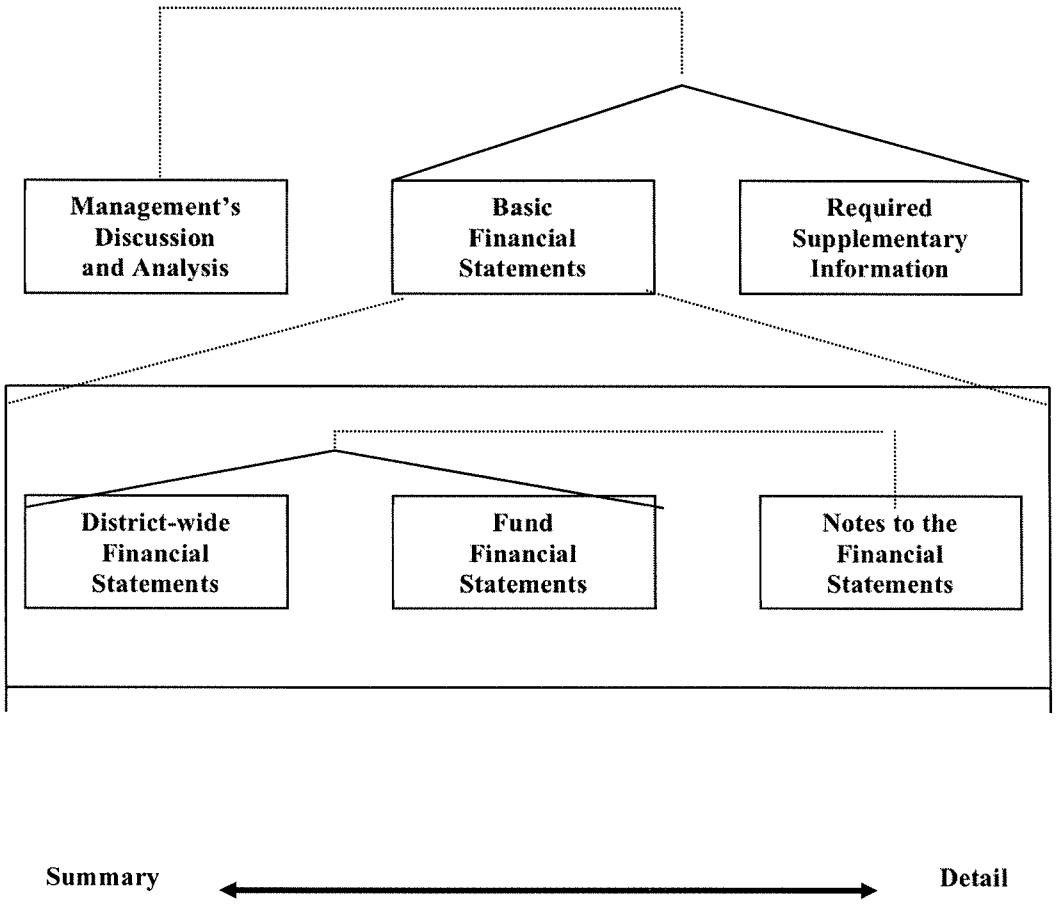

Figure A-2 summarizes the major features of the district's financial statements, including the portion of the district's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

Figure A-2
Major Features of the District-Wide and Fund Financial Statements

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

District-wide Statements

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

The two district-wide statements report the district's net position and how they have changed. Net position - the difference between the district's assets and liabilities - is one way to measure the district's financial health or position.

- Over time, increases or decreases in the district's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

- To assess the district's overall health, you need to consider that the school district's goal is to provide services to students, not to generate profit as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the overall health of the district.

In the district-wide financial statements, the district's activities are divided into two categories:

- Governmental activities: Most of the district's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state formula aid finance most of these activities.

- Business-type activities: The district charges fees to help it cover the costs of certain services it provides. The district's adult education programs and food services are included here.

Fund Financial Statements

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

- Some funds are required by state law and by bond covenants.

- The district establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as federal grants).

The district has three kinds of funds:

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

- Proprietary funds: Services for which the district charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The district's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The district uses internal service funds (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The district currently has one internal service fund, the workers' compensation fund.

- Fiduciary funds: The district is the trustee, or fiduciary, for assets that belong to others, such as the scholarship fund and the student activities funds. The district is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The district excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The school district's Governmental Activities net position was $99,540,999.39 at June 30, 2013. Of this amount, $4,882,021.14 was unrestricted. Restricted net position are reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those net position for day-to-day operations. The following analysis focuses on the net position (Figure A-3) and change in net position (Figure A-4) of the school district's governmental activities.

The $4,882,021.14 amount in unrestricted net position of governmental activities represents the accumulated results of all past years' operations. It means that if we had to pay off all of our bills today including all of our non-capital liabilities (compensated absences for example), we would have a $4,882,021.14 balance.

The results of this year's operations for the school district Governmental Activities as a whole are reported in the Statement of Activities. Figure A-4 takes the information from that Statement, rounds off the numbers, and rearranges them slightly so you can see our total revenues and expenses for the year.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (Continued)

Figure A - 3
Net Position

	Governmental Activities 2013	Governmental Activities 2012	% Increase (Decrease)	Increease/ Decrease
Assets				
Current and other assets	$ 24,168,626	$ 21,755,104	11.09%	$ 2,413,522
Capital assets	107,785,150	97,842,969	50.20%	$ 9,942,180
Total assets	131,953,776	119,598,074	10.33%	$ 12,355,702
Deferred outflow of resources				
Unamortized issuance costs	179,728	208,302	-13.72%	$ (28,575)
Unamortized discounts on refinancing	1,271	1,528	-16.78%	$ (256)
Deferred amount on refinancing	321,355	372,263	-13.68%	$ (50,908)
Total deferred outflows of resources	502,354	582,093	-13.70%	$ (79,740)
Liabilities				
Current and other liabilities	13,640,242	11,825,325	15.35%	$ 1,814,918
Long-term liabilities	19,049,201	16,812,222	13.31%	$ 2,236,979
Total liabilities	32,689,443	28,637,547	14.15%	$ 4,051,897
Deferred inflows of resources				
Unamortized premium on refinancing	225,687	251,010	-10.09%	$ (25,323)
Total deferred inflows of resources	225,687	251,010	-10.09%	(25,323)
Net postion				
Net position invested in capital assets net of debt	88,724,307	81,142,921	9.34%	$ 7,581,385
Restricted	5,934,671	6,008,574	-1.23%	$ (73,902)
Unrestricted	4,882,021	4,140,116	-17.92%	$ 741,905
Total net position	$ 99,540,999	$ 91,291,611	9.04%	$ 8,249,389

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (Continued)

Figure A - 4
Change in Net Position

	2013	2012	Increase (Decrease)
Revenues:			
Program revenue			
State grants & entitlements	$ 22,829,280	$ 18,842,300	$ 3,986,980
General revenue			
Local tax levy	188,235,708	188,291,721	(56,013)
Federal and state aid	22,744,244	20,419,024	2,325,220
Miscellaneous revenues (Incl. special items & transfers)	2,595,605	1,619,341	976,265
Total general revenues	213,575,558	210,330,086	3,245,472
Total revenues	$ 236,404,838	$ 229,172,386	$ 7,232,452
Function/program expense:			
Instruction			
Regular programs	79,340,121	77,501,977	1,838,144
Special programs	22,284,528	22,150,583	133,945
Other Instructional programs	1,895,474	1,788,852	106,623
Support services			
Student services	24,378,565	23,598,078	780,487
Tuition	11,886,418	10,463,006	1,423,412
Instructional staff support			
General administration and business services	5,822,925	5,520,361	302,564
School administration	6,545,514	6,263,586	281,928
Plant services	16,228,439	15,970,556	257,883
Student transportation	9,722,794	9,477,918	244,876
Unallocated benefits	50,598,631	49,696,265	902,365
Unallocated depreciation and amortization	888,895	726,878	162,017
Community service	347,500	283,557	63,943
Interest on long-term debt	460,308	492,801	(32,494)
Other related capital assets and debt (net)	(2,688,062)	28,871	(2,716,933)
Transfers	443,401	217,020	226,381
Total expenses	$ 228,155,449	$ 224,180,308	$ 3,975,142
Increase (Decrease) net position	$ 8,249,389	$ 4,992,078	$ 3,257,310

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE (Continued)

Governmental Activities

As reported in the Statement of Activities, the cost of all our governmental activities this year was $227,712,048.25. These costs were financed by $188,235,708.00 in local property school taxes $45,573,524.64 in federal and state aid and $2,595,605.32 in miscellaneous revenues including interest, general entitlements, special items and transfers.

In Figure A-5, below, we have presented the cost of each of the school district's seven largest functions as listed below. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by the function.

Figure A-5
Governmental Activities
Total Cost of Services

	Year Ended June 30, 2013	Year Ended June 30, 2012
Regular programs instruction	$79,340,121	$77,501,977
Unallocated benefits	50,598,631	49,696,265
Special programs instruction	22,284,528	22,150,583
Student services	24,378,565	23,598,078
Plant services	16,228,438	15,970,556
Tuition	11,886,418	10,463,006
Pupil transportation	9,7,22,794	9,477,918
All others	13,715,954	15,321,925
Total	$228,155,488	$224,180,308

Financial Analysis of the District's Funds

As we noted earlier, the school district uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the school district is being accountable for the resources provided to it, and also, gives more insight into the school district's overall financial health.

As the school district completed this year, our governmental funds reported a combined fund balance of $12,579,946, which is a decrease of $336,015 from last year. As noted previously, the reported governmental fund balance is impacted by the non-recognition, on a GAAP basis, of State Aid payments deferred to July 2013 in the combined amount of $3,242,766.

General Fund Budgetary Highlights

Over the course of the year, the school district revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. Budget changes/transfers are approved by the Board of Education throughout the year. Although the district's projected budget for the general fund anticipated that revenues and expenditures would be roughly equal, the actual results for the year show a deficiency/deficit.

Actual revenues reflect a positive variance of $24.8 million. This is due primarily to the State reimbursement in the amount of $22.6 million for TPAF On-Behalf pension non-contributory insurance, post retirement medical contributions and TPAF social security contributions. This is always a non-budgeted item that the State requires be included in the District's financial statements.

Actual expenditures reflect a negative variance of $21.2 million even though several budget lines show a positive variance. This again is primarily due to the State requirement to include TPAF On-behalf pension and post retirement medical contributions and TPAF social security contributions in the financial statements.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2013, the school district had $179,994,118 invested in a broad range of capital assets, including land, buildings, building improvements, other improvements and furniture and equipment. Net governmental capital assets realized a net increase (including additions, deductions and depreciation) of $9,942,180, or 10.16% percent, from last year.

Figure A-6
Capital Assets at Year-End

Governmental Activities	2013	2012
Land	$20,571,074	$20,571,074
Buildings and Improvements	142,437,343	132,364,244
Furniture, Equipment and Vehicles	16,985,700	13,494,886
Total	$179,994,118	$166,430,204

As noted above, this year's net additions are reported at $9,942,180.39. The additions were financed through state grants, a lease purchase agreement, and capital outlay appropriations.

Long-Term Debt

At the end of this year, the school district had $16,467,000 in bonds (Type II debt), capital leases and lease purchase agreements outstanding versus $19,453,205 the previous year – a decrease of 15.35%. The long-term debt at of the District consisted of:

Figure A-7
Outstanding Debt, at Year-End

Governmental Activities	2013	2012
Lease purchase obligations & capital leases	$10,806,000	$7,497,000
General obligation bonds (Type II debt)	8,100,000	8,970,000
Total	$18,906,000	$16,467,000

The school district's general obligation bond rating continues to be above investment grade. The state limits the amount of general obligation debt that Districts can issue to 4% (for K through 12 districts) of the most recent three-year average state equalized assessed value of the taxable property within the school district's corporate limits. The school district's outstanding and authorized but not issued general obligation debt (Type II debt) of $8,100,000 at June 30, 2013, is significantly below the $595,132,101 statutorily-imposed limit.

Other obligations include accrued vacation pay and sick leave. We present more detailed information about our long-term liabilities in the notes to the financial statement.

THE FACTORS AFFECTING DISTRICT'S FUTURE

- Edison is hopeful that the state aid increases will continue but with the federal and state economies still struggling, there is uncertainty as to the level of state aid that will be provided for future budgets.

- In 2013, Edison Township experienced another reduction in it's ratable base for the fifth straight year. Tax appeals continue to be filed and there is a fear that further erosion of the ratable base will continue forcing the tax rate to rise.

- The Edison Board of Education successfully completed collective bargaining with the Edison Township Principals and Supervisors Association for the 2012-13 through 2014-15 school years and the Edison Facilities, Maintenance and Management Association for the 2013-14 through 2015-16 school years. The Board is still in negotiations with the Edison Public Schools Custodians and Maintenance Association, which had their collective bargaining agreement expire as of June 30, 2013. In addition, the board will begin negotiations with the Edison Township Education Association whose collective bargaining agreements (certified and non-certified) are scheduled to expire as of June 30, 2014.

- Edison Township's student enrollment continues to increase annually. These additional students add to the already overcrowded schools. The district has been working with local realtors searching for land or commercial property that could be built or renovated into educational space. The district is still exploring the possibility of obtaining a building or buildings at the Sgt. J.W. Kilmer Army Reserve Center in Edison, in accordance with the Defense Base Closure and Realignment Act of 1990. In the event that either of these two options provide the district with space that can be renovated into a school, the district has funded a capital reserve account with over $5,000,000 that can be used to renovate the existing facility.

- The Board fulfilled their commitment to provide a science wing addition at Edison High School, similar to the wing that was completed at John P. Stevens High School in 2010. A five year lease purchase was obtained and the addition was completed early during the 2013-2014 school year.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, parents, students, 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 received. If you have questions about this report or wish to request additional financial information, contact Daniel P. Michaud, Business Administrator/Board Secretary, at Edison Township Board of Education, 312 Pierson Avenue, Edison, New Jersey 08837.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

SECTION – A

Exhibit A-1

EDISON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2013

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 20,000,068.80	$ 19,271.56	$ 20,019,340.36
Receivables, net	2,189,995.42	122,658.85	2,312,654.27
Receivables from other funds	1,978,561.60	11,160.46	1,989,722.06
Inventory		60,852.03	60,852.03
Capital assets, net	107,785,149.83	77,234.71	107,862,384.54
Total Assets	131,953,775.65	291,177.61	132,244,953.26
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized issuance costs on refinancing	179,727.75		179,727.75
Unamortized discount on refinancing	1,271.19		1,271.19
Deferred amount on refinancing	321,354.90		321,354.90
Total Deferred Outflows of Resources	502,353.84		502,353.84
LIABILITIES			
Accounts payable	6,511,327.64		6,511,327.64
Accrued interest payable	183,093.30		183,093.30
Interfund payable	1,989,722.06		1,989,722.06
Claims payable	1,520,334.00		1,520,334.00
Deferred revenue	708,600.18	69,283.03	777,883.21
Noncurrent liabilities:			
Due within one year	2,727,165.00		2,727,165.00
Due beyond one year	19,049,201.00		19,049,201.00
Total liabilities	32,689,443.18	69,283.03	32,758,726.21
DEFERRED INFLOWS OF RESOURCES			
Unamortized premium on refinancing	225,686.92		225,686.92
Total Deferred Inflows of Resources	225,686.92		225,686.92
NET POSITION			
Invested in capital assets, net of related debt	88,724,306.83	77,234.71	88,801,541.54
Restricted for:			
Capital projects	3,849,097.02		3,849,097.02
Debt Service	81,569.60		81,569.60
Other Purposes	2,004,004.80		2,004,004.80
Unrestricted (Deficit)	4,882,021.14	144,659.87	5,026,681.01
Total net position	$ 99,540,999.39	$ 221,894.58	$ 99,762,893.97

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

Exhibit A-2

EDISON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Governmental activities:							
Instruction:							
Regular	$ 79,340,120.67	$	$	$	$ (79,340,120.67)	$	$ (79,340,120.67)
Special education	20,918,580.90				(20,918,580.90)		(20,918,580.90)
Other special instruction	1,365,947.36				(1,365,947.36)		(1,365,947.36)
Other Instruction	1,895,474.25				(1,895,474.25)		(1,895,474.25)
Support services:							
Tuition	11,886,417.64				(11,886,417.64)		(11,886,417.64)
Student & instruction related services	24,378,564.78				(24,378,564.78)		(24,378,564.78)
School administrative services	6,545,513.72				(6,545,513.72)		(6,545,513.72)
General and business administrative services	5,822,924.94				(5,822,924.94)		(5,822,924.94)
Plant operations and maintenance	16,228,439.01				(16,228,439.01)		(16,228,439.01)
Pupil transportation	9,722,794.00				(9,722,794.00)		(9,722,794.00)
Unallocated benefits	50,598,630.53		22,567,903.26		(28,030,727.27)		(28,030,727.27)
Special schools	347,500.19				(347,500.19)		(347,500.19)
Interest on long-term debt	460,307.57		261,377.00		(198,930.57)		(198,930.57)
Other related capital assets and debt (net)	(2,688,062.45)				2,688,062.45		2,688,062.45
Unallocated depreciation and amortization	888,895.14				(888,895.14)		(888,895.14)
Total governmental activities	227,712,048.25	-	22,829,280.26	-	(204,882,767.99)	-	(204,882,767.99)
Business-type activities:							
Food Service	4,614,167.80	2,563,961.33	1,965,376.43			(84,830.04)	(84,830.04)
Total business-type activities	4,614,167.80	2,563,961.33	1,965,376.43	-		(84,830.04)	(84,830.04)
Total primary government	$ 232,326,216.05	$ 2,563,961.33	$ 24,794,656.69	$ -	$ (204,882,767.99)	$ (84,830.04)	$ (204,967,598.03)
General revenues:							
Taxes:							
Property taxes, levied for general purposes,net					$ 186,560,712.96	$ -	$ 186,560,712.96
Taxes levied for debt service					1,674,995.00	-	1,674,995.00
Federal and State aid not restricted					16,949,425.11		16,949,425.11
Federal and State aid restricted					5,794,819.27	-	5,794,819.27
Tuition received					729,780.51	-	729,780.51
Miscellaneous Income					1,733,559.21	-	1,733,559.21
Other item(s)—Charges and Adjustments					132,265.60		132,265.60
Transfers In (Out)					(443,401.00)		(443,401.00)
Total general revenues, special items, extraordinary items and transfers					213,132,156.66	-	213,132,156.66
Change in Net Position					8,249,388.67	(84,830.04)	8,164,558.63
Net Position—beginning					91,291,610.72	306,724.62	91,598,335.34
Net Position—ending					$ 99,540,999.39	$ 221,894.58	$ 99,762,893.97

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

FUND FINANCIAL STATEMENTS

SECTION – B

GOVERNMENTAL FUNDS

EDISON TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 14,518,698.64	$ -	$ -	$ 81,569.60	$ 14,600,268.24
Cash - Trustee			4,999,332.20		4,999,332.20
Due from other funds	3,436,431.99		-		3,436,431.99
Receivables from other governments	389,571.56	978,911.86	811,474.00		2,179,957.42
Other receivables		10,038.00			10,038.00
Total assets	18,344,702.19	988,949.86	5,810,806.20	81,569.60	25,226,027.85
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	3,702,191.12	410,362.21	2,298,913.31		6,411,466.64
Payables to state government		99,861.00			99,861.00
Payables to federal government		-			-
Interfund payable	1,989,722.06	390,476.47	3,045,955.52		5,426,154.05
Deferred revenue	620,350.00	88,250.18			708,600.18
Total liabilities	6,312,263.18	988,949.86	5,344,868.83		12,646,081.87
Fund Balances:					
Restricted for:					-
Capital, maintenance and emergency reserve account	4,634,975.21				4,634,975.21
Debt Service				81,569.60	81,569.60
Excess surplus - prior year	704,333.00				704,333.00
Excess surplus - current year	440,975.84				440,975.84
Committed for:					
Capital projects			465,937.37		465,937.37
Assigned:					
Designated for Subsequent Years Expenditures	1,295,667.00				1,295,667.00
Designated for Subsequent Years Expenditures - Capital Reserve	2,106,090.00				2,106,090.00
Unassigned	2,850,397.96				2,850,397.96
Total Fund balances	12,032,439.01	-	465,937.37	81,569.60	12,579,945.98
Total liabilities and fund balances	$ 18,344,702.19	$ 988,949.86	$ 5,810,806.20	$ 81,569.60	$ 25,226,027.85

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

EDISON TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:	$ 12,579,945.98
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $145,859,129.32 and the accumulated depreciation is $68,587,234.32.	107,785,149.83
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Illustrative Note 4)	(21,776,366.00)
Short-term Liabilities, including accrued interest on long-term debt, are not due payable in the current period and therefore are not reported as liabilities in the funds.	(183,093.30)
Transactions related to a current refunding of a long-term debt, refinancing of lease agreement are not reported in the funds.	
Cost of issuance, net of amortization	179,727.75
Issuance discount, net of amortization	1,271.19
Issuance premium, net of amortization	(225,686.92)
Deferred amount on refunding, net of amortization	321,354.90
Internal Service Fund -- Workers Compensation	858,695.96
Net assets of governmental activities	$ 99,540,999.39

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

Exhibit B-2

EDISON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local tax levy	$ 186,560,712.96			$ 1,674,995.00	$ 188,235,707.96
Tuition charges	729,780.51				729,780.51
Transportation charges	797,137.42				797,137.42
Miscellaneous	839,385.78				839,385.78
Financing sources			5,000,000.00		5,000,000.00
Local sources		97,036.01			97,036.01
State sources	39,324,494.26	871,662.50	-	261,377.00	40,457,533.76
Federal sources	192,834.11	4,923,156.77			5,115,990.88
Total revenues	228,444,345.04	5,891,855.28	5,000,000.00	1,936,372.00	241,272,572.32
EXPENDITURES					
Current:					
Regular instruction	76,044,909.38				76,044,909.38
Special education instruction	19,477,708.52	1,440,872.38			20,918,580.90
Other special instruction	1,365,947.36				1,365,947.36
Other instruction	1,895,474.25				1,895,474.25
Support services and undistributed costs:					
Tuition	11,886,417.64				11,886,417.64
Student & instruction related services	19,927,581.88	4,450,982.90			24,378,564.78
School administrative services	6,545,513.72				6,545,513.72
General & other administrative services	5,822,924.94				5,822,924.94
Plant operations and maintenance	16,228,439.01				16,228,439.01
Pupil transportation	9,722,794.00				9,722,794.00
Unallocated Benefits	51,603,299.60				51,603,299.60
Special schools	347,500.19				347,500.19
Debt service:					
Principal				1,465,000.00	1,465,000.00
Interest and other charges				471,371.26	471,371.26
Capital outlay	6,925,825.54		5,695,825.01		12,621,650.55
Total expenditures	227,794,336.03	5,891,855.28	5,695,825.01	1,936,371.26	241,318,387.58
Excess (Deficiency) of revenues over expenditures	650,009.01	-	(695,825.01)	0.74	(45,815.26)
OTHER FINANCING SOURCES (USES)					
Capital leases (non-budgeted)	20,936.00				20,936.00
Prior Year Accounts Receivables/Payables Adjusted - Net	132,265.60				132,265.60
Debt Service Aid Adjustment	-				-
Transfers out - Charter School	(443,401.00)				(443,401.00)
Total other financing sources and uses	(290,199.40)	-	-	-	(290,199.40)
Net change in fund balances	359,809.61	-	(695,825.01)	0.74	(336,014.66)
Fund balance—July 1	11,672,629.40		1,161,762.38	81,568.86	12,915,960.64
Fund balance—June 30	$ 12,032,439.01	$ -	$ 465,937.37	$ 81,569.60	$ 12,579,945.98

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

Exhibit B-3

EDISON TOWNSHIP SCHOOL DISTRICT
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, 2013

Total net change in fund balances - governmental funds (from B-2)		$ (336,014.66)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation expense	(4,172,391.61)	
Capital outlays	14,114,572.00	9,942,180.39
Repayment of bond and lease obligation (long-term debt) principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		2,660,141.00
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.		
Proceeds of long-term debt		-
Proceeds of Refunding Bonds		
Defeasance of Refunded Bonds		
Lease Purchase Agreements		(5,000,000.00)
Capital lease proceeds		(20,936.00)
In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-)		-
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The difference in accrued interest is an addition/subtraction in the reconciliation.		11,063.69
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-);when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		42,702.00
Transactions related to the refunding of long-term debt, refinancing of lease obligations (costs of issuance, premium on refinancing, deferred amount on refinancing)		
Amortization Expense - Net		(54,416.82)
Internal Service Fund-Workers Compensation, change in net assets		1,004,669.07
Change in net assets of governmental activities		$ 8,249,388.67

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

PROPRIETARY FUNDS

Exhibit B-4

EDISON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPPRIETARY FUNDS
JUNE 30, 2013

	Business-type Activities - Enterprise Funds		Governmental Activities - Internal Service Fund
	Food Service	Totals	
ASSETS			
Current assets:			
Cash and cash equivalents	$ 19,271.56	$ 19,271.56	$ 400,468.36
Accounts receivable	122,658.85	122,658.85	
Interfund receivable	11,160.46	11,160.46	1,978,561.60
Inventories	60,852.03	60,852.03	-
Total current assets	213,942.90	213,942.90	2,379,029.96
Noncurrent assets:			
Furniture, machinery & equipment	808,460.42	808,460.42	-
Less accumulated depreciation	(731,225.71)	(731,225.71)	-
Total noncurrent assets	77,234.71	77,234.71	-
Total assets	291,177.61	291,177.61	2,379,029.96
LIABILITIES			
Current liabilities:			
Accounts payable	-	-	
Accrued liability for claims payable	-	-	1,520,334.00
Deferred revenue	69,283.03	69,283.03	
Total current liabilities	69,283.03	69,283.03	1,520,334.00
Total liabilities	69,283.03	69,283.03	1,520,334.00
NET POSITION			
Invested in capital assets net of related debt	77,234.71	77,234.71	-
Unrestricted (Deficit)	144,659.87	144,659.87	858,695.96
Total net position	$ 221,894.58	$ 221,894.58	$ 858,695.96

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

Exhibit B-5

EDISON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

	Business-type Activities - Enterprise Fund		Total Enterprise Fund		Governmental Activities - Internal Service Fund
	Food Service				
Operating revenues:					
Charges for services:					
Daily sales - reimbursable programs	$ 2,320,871.00	$	2,320,871.00	$	
Daily sales - non-reimbursable programs	243,090.33		243,090.33		
Total operating revenues	2,563,961.33		2,563,961.33		-
Operating expenses:					
Cost of sales	1,866,006.00		1,866,006.00		
Salaries	1,179,003.00		1,179,003.00		
Employee benefits	437,517.00		437,517.00		(1,003,659.45)
Supplies and Materials - Semi-Variable Costs	258,786.00		258,786.00		
Food Costs - Food Distribution Program	247,155.35		247,155.35		
Depreciation	11,047.06		11,047.06		
General & Administration	384,980.00		384,980.00		
Miscellaneous	229,673.39		229,673.39		
Total Operating Expenses	4,614,167.80		4,614,167.80		(1,003,659.45)
Operating income (loss)	(2,050,206.47)		(2,050,206.47)		1,003,659.45
Nonoperating revenues (expenses):					
State sources:			-		
State school lunch program	43,748.90		43,748.90		-
Federal sources:			-		
National school lunch program	1,173,400.33		1,173,400.33		-
National school lunch program - performance based	48,866.94		48,866.94		-
School breakfast program	443,732.04		443,732.04		
After School Snack Program	8,472.87		8,472.87		
Food distribution program	247,155.35		247,155.35		-
Interest Income	-		-		1,009.62
Total nonoperating revenues (expenses)	1,965,376.43		1,965,376.43		1,009.62
			-		
Income (loss) before contributions & transfers	(84,830.04)		(84,830.04)		1,004,669.07
Transfers in (out)			-		-
Change in net position	(84,830.04)		(84,830.04)		1,004,669.07
Total net position—beginning	306,724.62		306,724.62		(145,973.11)
Total net position—ending	$ 221,894.58	$	221,894.58	$	858,695.96

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

Exhibit B-6

EDISON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

	Busines-type Activities - Enterprise Fund	Governmental Activities - Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	$ 2,563,961.33	$
Payments for employee benefits		(214,587.55)
Payments to suppliers	(4,256,968.24)	
Net cash provided by (used for) operating activities	(1,693,006.91)	(214,587.55)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Federal and State Sources	1,695,335.83	
Interest Income	-	1,009.62
Operating subsidies and transfers from/to other funds	15,610.15	-
Net cash provided by (used for) non-capital financing activities	1,710,945.98	1,009.62
Net increase (decrease) in cash and cash equivalents	17,939.07	(213,577.93)
Balances—beginning of year	1,332.49	614,046.29
Balances—end of year	$ 19,271.56	$ 400,468.36
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	$ (2,050,206.47)	$ 1,004,669.07
Adjustments to reconcile operating income (loss) to net cash provided by (used for)(used for) operating activities		
Depreciation and net amortization	11,047.06	
Federal commodities	247,155.35	
(Increase) decrease in accounts receivable, net	(22,885.25)	
(Increase) decrease in interfund receivable	238,834.27	
(Increase) decrease in inventories	(7,156.46)	
Increase (decrease) in accrued liabilty for claims payable		(1,218,247.00)
Increase (decrease) in accounts payable	(121,963.39)	
Increase (decrease) in deferred revenue	12,167.98	
Increase (decrease) in interfunds payable		-
Total adjustments	357,199.56	(1,218,247.00)
Net cash provided by (used for) operating activities	$ (1,693,006.91)	
Net increase (decrease) in cash and cash equivalents		$ (213,577.93)

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

FIDUCIARY FUNDS

Exhibit B-7

Edison School District
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2013

	Trust Funds	Agency Fund
ASSETS		
Cash and cash equivalents	$ 680,527.43	$ 1,829,880.88
Total assets	$ 680,527.43	$ 1,829,880.88
LIABILITIES		
Payable to student groups	-	478,623.57
Payroll deductions and withholdings	-	1,264,491.05
Employee flexible spending	-	86,766.26
Total liabilities	$ -	$ 1,829,880.88
NET POSITION		
Held in trust for unemployment claims and other purposes	$ 666,758.57	
Reserved for scholarships	13,768.86	
TOTAL NET POSITION	$ 680,527.43	

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

Exhibit B-8

Edison School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2013

	Trust Funds	Agency Fund
ADDITIONS		
Contributions:		
District/Plan member	$ 173,193.72	
Other	-	$ 67,317,743.51
Total Contributions	173,193.72	67,317,743.51
Investment earnings:		
Interest	1,786.12	
Net investment earnings	1,786.12	-
Total additions	174,979.84	67,317,743.51
DEDUCTIONS		
Quarterly contribution reports	395,867.25	67,317,743.51
Scholarship remittances	1,000.00	
Total deductions	396,867.25	67,317,743.51
Change in net assets	(221,887.41)	-
Net position—beginning of the year	902,414.84	-
Net position—end of the year	$ 680,527.43	$ -

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-Wide Financial Statements

The financial statements of the Board of Education (Board) of Edison School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has issued codification and subsequent GASB pronouncements are recognized as U.S. generally accepted accounting principles for state and local governments. This financial report has been prepared in conformity with GASB Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, issued in June 1999. The government-wide financial statements (i.e., the statement of net position and the statement of activities) of the District report information on all of the nonfiduciary activities of the primary government only. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The District is not financially accountable for any legally separate component units, and no component units have been included in the government-wide financial statements.

The more significant of the Board's accounting policies are described below.

B. Reporting Entity:

The Edison School District is a Type II district located in the County of Middlesex, State of New Jersey, serving students domiciled in the Town of Edison. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to staggered three-year terms. The purpose of the district is to educate students in grades K-12. The Edison School District had an approximate enrollment at June 30, 2013 of 14,370 students.

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

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

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

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, with each displayed in a separate column. Any remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

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

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

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

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

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election. State Aid in the form of Economic Development Authority Grants under EFCFA are also financial resources of this fund

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 funds:

Food Service Fund – The Food Service Enterprise Fund is used to account fore the activities of the cafeteria operations of the District. The Food Service Fund is considered a major fund of the District

The District also reports the following fiduciary fund types:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Basis of Presentation - Fund Financial Statements (Cont'd)

Agency Fund – The Agency Fund is used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds include payroll and student activities funds.

Employee Benefit Trust (Unemployment Insurance) – Employee Benefit Trust should be used to report resources that are required to be held in trust for members and beneficiaries of employee benefit plans.

During the course of its normal operations, the District will have activity between funds (interfund activity) for various purposes. Any residual interfund balances at year end are reported as interfund accounts receivable/payable. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between funds included within governmental activities (the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, any interfund balances between business-type (enterprise) funds are eliminated so that only the net amount is included as internal balances in the business-type activities columns.

Further, interfund activity may occur during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. In the preparation of the government-wide financial statements, transfers between funds included as governmental activities are eliminated so that only net amounts of resources transferred from or to the governmental activities are reported. A similar treatment is afforded transfers of resources between enterprise funds for the preparation of business-type activity financial statements.

E. Measurement Focus and Basis of Accounting

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the fiscal period that the taxes are levied by the municipality(s) within which the District is domiciled. Ad Valorem (Property) Taxes are susceptible to accrual and 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 recognizes the entire approved tax levy as revenue in the fiscal period for which they were levied. The District is entitled to receive moneys under an established payment schedule and any unpaid amount is considered to be an "accounts receivable". Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. State categorical aid revenues are recognized as District revenue during the fiscal period in which they are appropriated.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

E. Measurement Focus and Basis of Accounting (Cont'd)

The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the District generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual basis accounting. Exceptions to this general rule include debt service, for which interest and principal expenditures in the Debt Service Fund are recognized on their due dates, and expenditures relating to compensated absences, claims and judgments, which are recorded in the period when payment becomes due. General capital asset acquisitions are recorded as expenditures in the governmental funds and are not capitalized. The issuance of long-term debt for capital purposes and capital lease obligations incurred to acquire general capital assets are reported as "other financing sources".

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. Entitlements are recorded as revenue when all eligibility requirements, including timing of funding appropriations, are met, subject to the availability requirement for collection. Interest and tuition revenues are considered susceptible to accrual and have been recognized as revenues of the current fiscal period, subject to availability. Expenditure driven grant revenues are recorded as qualifying expenditures as incurred and all other eligibility requirements have been met, subject to availability requirements. All other revenue items are considered measurable and available only when cash is received by the District.

The District's proprietary funds, employee benefit trust fund and private purpose scholarship trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

F. Budgets/Budgetary Control

Annual budgets are adopted for the general, special revenue and debt service funds using a regulatory basis of accounting which differs from generally accepted accounting principles in one material respect; Budgetary revenues for certain nonexchange state aid transactions are recognized for budgetary purposes in the fiscal period prior to the period in which the state recognizes expenditures/expenses.

The amounts of the adjustments needed to reconcile the budgetary basis to the GAAP based fund financial statements is set forth in the explanation of differences schedules which follow.

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval. Pursuant to changes in the Local District School Budget Law, statutorily conforming base budgets of Districts with annual school elections held in November (The District has chosen this option) are no longer required to be presented to the voters for approval on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. New Jersey statutes place limits on the Board's ability to increase budgeted expenditures through the appropriation of previously undesignated fund balance and requires the District to obtain additional approvals when budgetary transfers, measured using the advertised budgetary account totals rather than line-item totals, exceed certain thresholds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

F. Budgets/Budgetary Control (Cont'd)

The Board of Education did not make any supplemental budgetary appropriations during the fiscal year that required additional approvals from oversight agencies.

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 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.

Appropriations in the general and debt service funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year-end, valid outstanding encumbrances, for which the contracted performance is expected during the subsequent budget cycle, are legally restricted at year-end and are automatically re-appropriated and become part of the subsequent years' budget pursuant to state regulations.

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 statements.

The following presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Budgetary Comparison Schedules – General and Special Revenue Funds to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.

Explanation of differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	$228,364,166.04	$5,891,855.28
Difference – Budget to GAAP:		
Certain State aid payments recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	3,322,945.00	0.00
Certain State aid payments are recognized as revenue for budgetary purposes and differ from GAAP which does not recognize these revenues until the subsequent year when the State recognizies the related expenses (GASB 33)	(3,242,766.00)	(0.00)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds.	$228,444,345.04	$5,891,855.28

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

F. Budgets/Budgetary Control (Cont'd)

Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	$230,164,788.03	$5,891,855.28
Transfers to capital reserves are recorded as an expenditure for budgetary resources but not as an expenditure for financial reporting purposes	(2,370,452.00)	(0.00)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	$227,794,336.03	$5,891,855.28

G. Encumbrances:

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

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

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

H. Cash, Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. 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.

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

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. GUDPA was amended, effective July 1, 2010, by P.L. 2009, c. 326. The amendments provide a greater level of security protection for covered deposits by increasing collateralization requirements and revising the enforcement protocol to allow for timely response in the event that a member bank shows signs of stress.

Under the new law, collateralization of GUDPA deposits up to 75% of New Jersey capital is based on a sliding scale that requires the minimum of 5% collateral for Well Capitalized institutions to a maximum of 120% collateral for Critically Undercapitalized institutions. All uninsured GUDPA deposits in excess of 75% of New Jersey capital require 100% collateral. 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

I. Tuition Revenue

Tuition revenues for the fiscal year 2012-2013 were based on contractual per pupil rates established by and between the sending and receiving districts. These rates are not subject to change except through amendatory contracts.

J. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund are recorded as an expenditure during the year of purchase.

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The cost of such inventories is recorded as expenses when consumed rather than when purchased

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:

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of $2,000 or more for capitalizing capital assets. The system for accumulation of fixed assets cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated cost.

Capital assets are recorded in the District-wide financial statement, but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes.

Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

Capital assets not being depreciated include land and construction in progress.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

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

Food Service Fund:	
Equipment	5-20 Years

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

M. Accounts Receivable State – Capital Projects Fund:

The District recognizes EDA grant revenue as earned, i.e., as eligible expenditures are incurred. At June 30, 2013, the District has recorded an accounts receivable in the amount of $811,474.00 in EDA grant revenue.

N. Compensated Absences:

Compensated absences are those absences for which employees will be paid, such as vacation , sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued in the government-wide financial statements as the employees earn the rights to the benefits. Compensated absences that related 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. The School District reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences".

In the governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as a fund liability and expenditure in the fund that will pay for the compensated absence. The noncurrent portion for governmental funds is maintained separately and is a reconciling item between the fund and government-wide presentations.

O. Deferred Outflows/Inflows of Resources:

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and will not be recorded as an outflow of resources (expenditure/expense) until that time. The District is reporting two items in this category; The Deferred Amount on Refunding and the Deferred bond Issue Costs. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is amortized over the shorter of the life of the refunded or refunding bonds. Deferred bond issue costs represent the costs associated with the sale of debt instruments to finance capital acquisition costs, and is amortized over the life of the associated debt instruments.

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element represents a acquisition of net position that applies to a future period(s) and will not be recorded as an inflow of resources (revenue) until that time. The District is reporting one items in this category, the Unamortized Premium on Refunding. This item represents the amount above the par value of the refunding bonds paid by the purchaser of the bonds at closing, and is deferred recognized as an inflow of resources over the life of the refunding bonds.

P. Unearned Revenue/Advances from Grantors:

Unearned revenue represents cash advances received relating to services (expenditures/expenses) that will be provided in a subsequent fiscal period. Similarly, for expenditure-driven grants, amounts advanced to the District in excess of the amounts expended and earned are recorded as advances from grantors.

Q. Net Position Flow Assumption (District-Wide and Proprietary Fund Financial Statements)

Periodically, the District may fund outlays for a particular purpose from both restricted resources, such as bond referendum proceeds and/or grant proceeds, and unrestricted resources. To determine the amounts of net position-restricted and unrestricted that should be reported in the government-wide and proprietary fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted net position prior to applying unrestricted net position to fund acquisition costs.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

R. Fund Balance Flow Assumption (Governmental Fund Financial Statements)

Periodically, the District may fund outlays for a particular purpose from both restricted resources and unrestricted resources (the total of the committed, assigned and unassigned fund balance). To determine the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted fund balance prior to applying any component of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance, with unassigned fund balance applied last.

S. Fund Balance Policies:

Fund balance of the governmental funds is reported in various categories based upon the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through actions to transfer amounts to legally restricted reserve accounts (capital, maintenance and emergency reserves), or actions to commit or assign fund balance.

The committed fund balance includes amounts that can only be used for the specific purposes determined by a formal action of the Board of Education. Commitments of fund balance remain in place until the committed fund balance is fully depleted or an amendatory action is taken by the Board of Education.

Assignments of fund balance are made by the Board of Education for specific purposes that do not the criteria to be classified as committed. The Board of education also assigns fund balance when it appropriates unrestricted/unassigned fund balance to bridge a gap between estimated revenue and appropriations in the subsequent year budget. Unlike commitments, assignments are generally temporary in nature, and additional actions of the Board are generally not required to remove an assignment, whereas an action of the Board is essential to the modification or elimination of an unexpended committed fund balance.

T. District-Wide Financial Statement Classifications

1. Program Revenues – Amounts reported as program revenues include a) charges to customers or applicants who purchase, use or benefit from goods services or privileges provided by a given function or segment and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.
2. General Revenues – All taxes, including those designated for specific purposes such as debt service, are reported as general revenues. All other resources, including internally dedicated resources, unrestricted entitlements, and investment income are reported as general revenues.
3. Capital Assets – In the statement of net position, capital assets are reported, net of accumulated depreciation as assets of the governmental activities and business-type activities.
4. Long-term Debt - In the statement of net position, long-term debt is reported as a component of long-term liabilities of the governmental activities and business-type activities.
5. Net Investment in Fixed Assets – In the statement of Net Position, the net undepreciated value of capital assets, less the value of outstanding debt issued to purchase acquire or build those capital assets, is reported as Net Investment in Fixed assets as a component of net position for the governmental activities and business-type activities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

U. Proprietary Fund Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and products in connection with the primary purpose or function for which the fund was established. The District's Food Service proprietary fund reports operating revenues from the sales of lunches and a la carte items, and operating expenses include the costs of sales (food, supplies and labor), administrative costs and depreciation on capital assets. Revenues earned through the District's participation in the National School Lunch Program are classified as nonoperating revenues, notwithstanding the limitations on the pricing of Type A student lunches that is required for program participation.

V. Reconciliation of District-Wide and Fund Financial Statements

Differences between governmental fund balance sheet and District-wide statement of net position and the differences between governmental fund statement of revenues, expenditures and changes in fund balances and District-wide statement of activities are set forth in Exhibits B-1 and B-3, respectively.

W. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

State statutes set forth deposit requirements and investments that may be purchased by local units and the District deposits and invests its funds pursuant to statutory requirements, its policies and an adopted cash management plan.

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (FDIC), New Jersey's Governmental Unit Deposit Protection Act, by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. The New Jersey Governmental Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain collateral in the amount of 5% of the average public deposits and deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC.

Cash on deposit is partially insured by federal deposit insurance in the amount of $250,000.00 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:941, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums.

Based upon GASB criteria, the District considers cash and cash equivalents to include petty cash, change funds, demand deposits, money market accounts and short-term investments and are either any direct and general obligation of the United States of America or certificates of deposit issued by any bank, savings and bank or national banking association if qualified to serve as a depository for public funds under the provisions of the Governmental Unit Depository Protection Act.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

At June 30, 2013, the book value of the District's cash, cash equivalents and investments were $17,530,415.47. In addition, the District has on deposit with Trustee proceeds from the recent lease purchase transaction for Edison High School addition in the amount of $4,999,332.20. At year-end, of the cash and cash equivalents on deposit, $927,171.22 was covered by federal depository insurance and $24,447,663.14 was covered under the provisions of NJGUDPA.

The Edison Board of Education had the following depository accounts. All deposits are carried at cost plus accrued interest. The government does not have a deposit policy.

Depository Account	Bank Balance
Insured--FDIC	$ 927,171.22
Insured—NJGUDPA (N.J.S.A. 17:941)	24,447,663.14
Subtotal	25,374,834.36
Lease Purchase - Trustee	4,999,332.20
Total	$30,374,166.56

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the board's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2013, based upon the insured balances as provided by FDIC and NJGUDPA coverage, none of the Board's bank balance of $25,374,834.36 was considered exposed to custodial credit risk. (See Note 1-H relating to statutory mitigations of custodial risk in the event of a bank failure.) Based upon existing deposit and investment policies, the District is generally not exposed to credit risk, concentration of credit risk and interest rate risk nor is it exposed to foreign currency risk for its deposits and investments.

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. The District had no funds on deposit with the New Jersey Cash Management Fund at June 30, 2013.

Note 3: CAPITAL ASSETS NOTE DISCLOSURE

The following is disclosure of information about capital assets. Capital asset activity for the year ended June 30, 2013 was as follows:

Governmental Activities:	Beginning Balance*	Additions	Retirements	Ending Balance
Capital Assets That Are Not Being Depreciated:				
Land	$ 20,571,074.44	$	$	$ 20,571,074.44
Construction in Progress	-			-
Total Capital Assets Not Being Depreciated	20,571,074.44	-	-	20,571,074.44
Building and Building Improvements	132,364,242.72	10,073,100.74		142,437,343.46
Equipment	13,494,886.60	4,041,471.26	550,657.54	16,985,700.32
Totals at Historical Cost	145,859,129.32	14,114,572.00	550,657.54	159,423,043.78
Less Accumulated Depreciation For:				
Building and Improvements	61,645,008.52	2,561,931.33		64,206,939.85
Equipment	6,942,225.79	1,610,460.29	550,657.54	8,002,028.54
Total Accumulated Depreciation**	68,587,234.32	4,172,391.61	550,657.54	72,208,968.39
Total Capital Assets Being Depreciated (Net of Accumulated Depreciation)	77,271,895.00	9,942,180.39	-	87,214,075.39
Government Activities Capital Assets, Net	$ 97,842,969.44	$ 9,942,180.39	$ -	$ 107,785,149.83
Business-type Activities				
Equipment	801,185.32	7,275.10		808,460.42
Less Accumulated Depreciation for:				
Equipment	720,178.65	11,047.06		731,225.71
Business-type Activities Capital Assets, Net	$ 81,006.67	$ (3,771.96)	$ -	$ 77,234.71

** Depreciation expense was charged to governmental functions as follows:

Instruction	$ 3,337,913.29
Direct expense of various functions	834,478.32
Total depreciation expense	$ 4,172,391.61

Note 4: LONG TERM DEBT DISCLOSURE

The following is disclosure of information about long term liabilities. Long-term liability activity for the year ended June 30, 2013 was as follows:

	Beginning Balance	Additions/ Adjustments	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Debt	$ 8,970,000.00	$ -	$ 870,000.00	$ 8,100,000.00	$ 870,000.00
Total Bonds Payable	8,970,000.00	-	870,000.00	8,100,000.00	870,000.00
Other Liabilities:					
Obligations Under Capital Lease	233,048.00	20,936.00	99,141.00	154,843.00	87,165.00
Lease Purchase Agreements	7,497,000.00	5,000,000.00	1,691,000.00	10,806,000.00	1,770,000.00
Compensated Absences Payable	2,758,225.00		42,702.00	2,715,523.00	
Total Other Liabilities	10,488,273.00	5,020,936.00	1,832,843.00	13,676,366.00	1,857,165.00
Total Liabilities	$ 19,458,273.00	$ 5,020,936.00	$ 2,702,843.00	$ 21,776,366.00	$ 2,727,165.00

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

Effective November 3, 1992, the District changed its designation from a Type I to a Type II school district. Under these circumstances and pursuant to statute, previously authorized and unissued Type I debt is to be issued by the school district in accordance with the provisions applicable to Type II school districts. The Board permanently financed previously issued outstanding notes and authorized but not issued debt in a sale of School Bonds dated August 15, 1995, in the amount of $3,000,000. The following schedule sets forth the debt service requirements on the Type II debt.

Type II Debt:

Year ending June 30,	Principal	Interest	Total
2014	$ 870,000	$ 289,959	$ 1,159,959
2015	895,000	258,734	1,153,734
2016	915,000	225,671	1,140,671
2017	940,000	190,734	1,130,734
2018	965,000	155,662	1,120,662
2019	995,000	117,865	1,112,865
2020	1,020,000	77,470	1,097,470
2021	500,000	47,500	547,500
2022	500,000	28,750	528,750
2023	500,000	10,000	510,000
	$ 8,100,000	$ 1,402,344	$ 9,502,344

Note 4: LONG TERM DEBT DISCLOSURE (CONT'D.)

B. Capital Leases - The District is leasing a copier, telephone, computer and other equipment under capital leases. All capital leases are for the terms of three to five years. The following is a schedule of the future minimum lease payments under this capital lease and including principal and interest payments.

Year ending June 30,	Total
2014	$ 85,051.00
2015	59,211.00
2016	3,735.00
	$ 147,997.00

C. Lease Purchase Obligations - The District participated in the following lease purchase agreements for the acquisition of school equipment and improvements to its facilities. The following are schedules of the future lease payments under the respective lease purchase agreements, and the present value of net minimum lease payments.

1998-99 Woodbrook/ Lindeneau Improvs. - $3,570,000.00

Year Ended June 30,	Amount	Year Ended June 30,	Amount
2014	$ 268,543.75	2017	$ 266,837.50
2015	268,450.00	2018	270,318.75
2016	267,881.25	2019	133,087.50
Total Minimum Lease Payments			1,475,118.75
Less: Amount Representing Interest			190,118.75
Present Value of Net Minimum Lease Payments			$ 1,285,000.00

2009-10 Roof Repairs & Renovations - $3,745,000

Year Ended June 30,	Amount	Year Ended June 30,	Amount
2014	$ 482,725.00	2017	$ 483,375.00
2015	485,425.00	2018	487,625.00
2016	487,675.00		
Total Minimum Lease Payments			2,426,825.00
Less: Amount Representing Interest			231,825.00
Present Value of Net Minimum Lease Payments			$ 2,195,000.00

2009-10 JP Stevens 2nd Floor renovations - $4,975,048

Year Ended June 30,	Amount
2014	$ 1,206,988.80
2015	1,220,156.80
Total Minimum Lease Payments	2,427,145.60
Less: Amount Representing Interest	101,145.60
Present Value of Net Minimum Lease Payments	$ 2,326,000.00

2012-13 Edison High School Addition - $5,000,000

Year Ended June 30,	Amount
2014	$ 65,319.51
2015	67,611.65
2016	1,643,337.15
2017	1,689,528.13
2018	1,734,967.91
Total Minimum Lease Payments	5,200,764.35
Less: Amount Representing Interest	200,764.35
Present Value of Net Minimum Lease Payments	$ 5,000,000.00

NOTE 5. PENSION PLANS

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

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

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.

Defined Contribution Retirement System (DCRP) - The DCRP was established effective July 1, 2007 to provide coverage to certain elected and appointed officials who became excluded from the PERS system pursuant to the provisions of P.L. 2007, c. 92. In addition, certain members of the PERS and TPAF, enrolled after July 1, 2007 who earn salary in excess of those systems' maximum compensation limits are eligible for DCRP membership for the compensation not credited to PERS or TPAF participation.

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.

NOTE 5. PENSION PLANS (CONT'D)

Vesting in the DCRP occurs after one year of membership. Employer contributions to the DCRP are set at 3% of base salary.

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.

DCRP requires employee contributions of 3% of base salary.

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/13	$ 1,979,722	100	$ -0-
6/30/12	2,083,891	100	-0-
6/30/11	2,023,211	100	-0-

Three-Year Trend Information for TPAF (Paid on-behalf of the District, excluding post-retirement medical benefits which are reported in Note 6)

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/13	$ 6,922,487	Unknown	$ -0-
6/30/12	3,381,123	Unknown	-0-
6/30/11	319,134	Unknown	-0-

During the school year (2010-2011), the State of New Jersey made no on-behalf payments to the TPAF system for normal pension costs or accrued liability. The amounts reported above for these years represent payments for the costs of non-contributory group life insurance premiums. In accordance with N.J.S.A. 18A:66-66, the State of New Jersey reimbursed the District $7,817,832.26 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 24.

NOTE 6. POST-EMPLOYMENT BENEFITS

Public Laws 1987, chapter 384 and Public Laws 1990, chapter 6 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, Chapter 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, Chapter 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.

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D)

The State is also responsible for the cost attributed to P.L. 1992 Chapter 126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid $144 million toward Chapter 126 benefits for 16,618 eligible retired members in Fiscal - Year 2012.

The Division of pensions issues a publicly available financial report that includes the financial statements and required supplementary information for the Health Benefits Program Fund – Local Government. This report may be accessed via the Division of Pensions and Benefits website, at www.state.nj.us/treasury/pensions, or may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, NJ 08625.

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

Year Funding	Annual Post Retirement Medical Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/13	$ 7,827,584	100	$ -0-
6/30/12	6,796,942	100	-0-
6/30/11	6,778,421	100	-0-

The amounts of State contributions to the Health Benefits Program Fund on-behalf of the District for PERS retiree health benefits has not been made available.

NOTE 7. COMPENSATED ABSENCES

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and accumulate for use in future years. Upon the attainment of specified years of service or upon reaching normal retirement age, employees become eligible to receive compensation for unused accumulated sick leave. The specific terms for eligibility and compensation are governed by the various collective bargaining agreements and employment contracts.

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

NOTE 8. DEFERRED COMPENSATION

The Board offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by third parties who are authorized by the Board and selected by each participant individually, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

NOTE 9. RISK MANAGEMENT

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

Property and Liability Insurance - During the school year ended June 30, 2013, the District continued to transfer its insurable risks through the purchase of commercial insurance policies.

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

Fiscal Year	Interest Earnings	District/ Employee Contributions	Amount Reimbursed	Ending Balance
12-2013	$ 1,757.09	$ 173,193.72	$ 395,867.25	$ 667,758.57
11-2012	1,238.72	165,197.22	381,599.75	887,675.01
10-2011	1,990.87	2,367,714.33	1,613,298.86	1,102,838.82

In prior years, the Board instituted a risk management program, which combines risk retention and reinsurance coverage for claims relating to statutory worker's compensation. The Board also obtained specific excess workers' compensation insurance coverage. Effective for the fiscal year beginning July 1, 2011, the Board has obtained workers' compensation insurance through a premium based risk transfer policy.

Retained Insurance Risk –

For years prior to 2011-2012, the Board engaged an outside claims service company to serve as administrator of the worker's compensation program. Loss reserves are established by the administrator for estimated benefits and expenses for reported claims. Established reserves are subject to change as facts and circumstances relating to claims dictate, and no provision is made for estimated losses relating to costs incurred but not reported (IBNR). At June 30, 2013, the administrator has established an estimated reserve requirement for reported claims prior to July 1, 2011 in the amount of $902,712.00 and for estimated losses relating to costs incurred but not reported (IBNR) in the amount of $617,622, for a total claim liability reported of $1,520,334. The accrued claim liability results in a reported deficit in the Workers' Compensation Fund in the amount of $858,695.96 at June 30, 2013. Based upon its review of claims liability, management believes the Fund to be adequately funded at year-end. The Board continues to carry commercial insurance for other risks of loss, including accident insurance.

NOTE 10. INTERFUND RECEIVABLES AND PAYABLES

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

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 3,436,431.99	$ 1,989,722.06
Special Revenue Fund		390,476.47
Capital Projects Fund		3,045,955.52
Workers Compensation Fund	1,978,561.60	
Food Service Fund	11,160.46	
	$ 5,426,154.05	$ 5,426,154.05

NOTE 11. INVENTORY

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

USDA Commodities	22,409.31
Food & Supplies	38,442.72

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act 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 non-operating revenue in the financial statements.

NOTE 12. CAPTIAL RESERVE/CAPITAL OUTLAY

A capital reserve account was originally established by the Edison Board of Education in the amount of $10,500.00 on September 25, 2000. The capital reserve account is for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submissions of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any anticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:26-9(d)1, 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 July 1, 2012 to June 30, 2013 fiscal year is as follows:

Beginning Balance, July 1, 2012	$983,356.81
Board Contribution	2,370,452.00
Interest Earnings	29,350.84
Ending Balance, June 30, 2013	$3,383,159.65

The June 30, 2013 LRFP balance of local support costs of uncompleted capital projects at June 30, 2013 is $3,383,159.65. Withdrawals authorized from the capital reserve are for use in DOE approved facilities projects, consistent with the district's Long Range Facilities Plan.

NOTE 13. OTHER RESERVE ACCOUNTS

Pursuant to enabling legislation and rulemaking, the District is permitted to establish legally restricted Reserve funds for Maintenance and Emergencies. The activity of these reserved accounts and their status at June 30, 2013 is as follows:

Maintenance Reserve: The balance at the end of June 30, 2013 in this account was $251,815.56.
Emergency Reserve: The balance at the end of June 30, 2013 in the account is $1,000,000.00.

NOTE 14. FUND BALANCE APPROPRIATED

General Fund - Of the $12,032,439.01 General Fund fund balance at June 30, 2013, $1,295,667.00 has been appropriated and included as anticipated revenue for the year ending June 30, 2014; $704,333.00 is reserved and is appropriated and included as anticipated revenue as "Excess Surplus" for the year ending June 30, 2014; $2,106,090.00 has been appropriated to the Capital Reserve Account in the year ending June 30, 2014 budget; $440,975.84 has been reserved as "Excess Surplus N.J.S.A. 18A:7F-7"; $251,815.56 has been reserved for the Maintenance Reserve Account; $1,000,000.00 has been reserved for the Emergency Reserve Account; $3,383,159.65 has been reserved for the Capital Reserve Account; and the remaining $2,850,397.96 is unassigned.

Capital Projects Fund – The Capital Projects Fund reports a fund balance of $465,937.37. The entire amount of the $465,937.37 is committed.

Debt Service Fund - The $81,569.60 Debt Service Fund fund balance at June 30, 2013 is reported as restricted. Of the fund balance at June 30, 2013, no amount has been appropriated as revenue in the 2013-2014 school budget.

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 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. Based upon the reduction in the maximum undesignated surplus permitted as a result of the enactment of S1701, the District had current year excess surplus at June 30, 2013 in the amount of $440,975.84. This amount is required to be utilized as tax relief in the 2014-2015 budget.

NOTE 16. DEFICIT FUND BALANCES

The District did not have a deficit fund balances at June 30, 2013 reported in the fund statements (modified accrual basis). P.L. 2003 c.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment 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, ie., if one government recognizes and asset, the other government recognizes a liability. Since the District is not recording the last state aid payment on the GAAP financial statements until the year the State records the payable, it is possible that a positive fund balance could be reported on a mandated budgetary basis while a deficit is reported on a GAAP basis based upon nonrecognition of revenue on the GAAP basis for the final state aid payment.

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 payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action.

NOTE 17. PENDING LITIGATION AND CONTINGENT LIABILITIES

Federal and State Assistance Programs

The Board participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are also subject to compliance and financial audits by the grantors or their representatives. As of June 30, 2012, the Board does not believe that any material liabilities will result from such audits.

Contingencies

The District is involved in several claims and lawsuits incidental to its operation, which are generally defended through the Board's insurance carriers. Certain claims are in their discovery stage and the potential financial exposure to the Board, if any, cannot currently be ascertained. Management indicates there was no litigation pending which, in the event of an adverse or unfavorable outcome, would materially impair the financial position of the Township of Edison School District.

Prospective Change in Accounting Principle – During the 2013-2014 fiscal period, the District will adopt the provisions of GASB statement no. 65. The adoption of this standard will require a write-down of Deferred Outflows (Deferred Bond Issue Costs) as of July 1, 2013, requiring a restatement of the governmental activities of the District. The adoption of this standard will not impact the reporting of general fund balance.

REQUIRED SUPPLEMENTARY INFORMATION

PART II

BUDGETARY COMPARISON SCHEDULES

SECTION – C

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	$ 186,560,713.00	$	$ 186,560,713.00	$ 186,560,712.96	$ (0.04)
Tuition - Parent Paid	100,000.00		100,000.00	150,150.00	50,150.00
Tuition - Other than Parent	50,000.00	500,000.00	550,000.00	579,630.51	29,630.51
Transportation Fees from Individuals	585,000.00	150,000.00	735,000.00	797,137.42	62,137.42
Interest Earned on Capital Reserve Funds	1,000.00		1,000.00	29,350.84	28,350.84
Miscellaneous	991,000.00		991,000.00	810,034.94	(180,965.06)
Total - Local Sources	188,287,713.00	650,000.00	188,937,713.00	188,927,016.67	(10,696.33)
State Sources:					
Categorical Special Education Aid	8,617,438.00		8,617,438.00	8,617,438.00	-
Equalization Aid	3,844,903.00		3,844,903.00	3,844,903.00	-
Categorical Security Aid	294,744.00		294,744.00	294,744.00	-
Categorical Transportation Aid	739,860.00		739,860.00	739,860.00	-
Extraordinary Aid			-	1,980,186.00	1,980,186.00
Non-Public Transportation Aid			-	174,766.00	174,766.00
Homeless Children Aid		1,024,515.00	1,024,515.00	1,024,515.00	-
On-Behalf T.P.A.F. Pension Contributions (non-budgeted)				6,922,487.00	6,922,487.00
On-Behalf T.P.A.F. Post-Retirement Medical (non-budgeted)				7,827,584.00	7,827,584.00
Reimbursed T.P.A.F. Social Security Contributions (non-budgeted)				7,817,832.26	7,817,832.26
Total - State Sources	13,496,945.00	1,024,515.00	14,521,460.00	39,244,315.26	24,722,855.26
Federal Sources:					
Medicaid Reimbursement	133,826.00		133,826.00	138,500.79	4,674.79
Random Moment in Time Aid			-	52,843.32	52,843.32
Education Jobs Fund	-	1,490.00	1,490.00	1,490.00	-
Total - Federal Sources	133,826.00	1,490.00	135,316.00	192,834.11	57,518.11
Total Revenues	$ **201,918,484.00**	$ **1,676,005.00**	$ **203,594,489.00**	$ **228,364,166.04**	$ **24,769,677.04**

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expense:					
Regular Programs - Instruction					
Preschool - Salaries of Teachers	$ 191,664.00	$ (10,000.00)	$ 181,664.00	$ 178,655.80	$ 3,008.20
Preschool/Kinderg-Salaries	2,590,089.00	(65,000.00)	2,525,089.00	2,477,739.50	47,349.50
Grades 1-5 Salaries of Teacher	28,624,333.00	(90,000.00)	28,534,333.00	28,461,587.84	72,745.16
Grades 6-8 Salaries of Teacher	19,269,370.00	(120,000.00)	19,149,370.00	19,070,481.11	78,888.89
Grades 9-12 Salaries of Teacher	21,327,034.00	(90,000.00)	21,237,034.00	21,155,169.81	81,864.19
Regular Programs Home Instruction				-	
Other Salaries for Instruction	-	-	-	-	-
Other Objects	-		-	-	-
Regular Programs-Undistributed Instruction				-	
Other Salaries for Instruction	194,362.00	70,000.00	264,362.00	257,586.00	6,776.00
Purch Professional - Educational Services	12,000.00	5,000.00	17,000.00	15,072.00	1,928.00
Other Purch Services	25,000.00	(15,000.00)	10,000.00	8,211.13	1,788.87
General Supplies	1,536,000.00	840,000.00	2,376,000.00	2,375,870.74	129.26
Textbooks	1,367,000.00	550,000.00	1,917,000.00	1,902,612.95	14,387.05
Other Objects	140,000.00	3,000.00	143,000.00	141,922.50	1,077.50
Total Regular Programs	75,276,852.00	1,078,000.00	76,354,852.00	76,044,909.38	309,942.62
Special Education-Instruction:					
Special Education - Multiple Disabilities					
Salaries of Teachers	323,137.00		323,137.00	317,510.12	5,626.88
Other Salaries for Instruction	249,244.00	15,000.00	264,244.00	261,161.27	3,082.73
Purch Professional - Educational Services	-		-	-	-
General Supplies	5,000.00	500.00	5,500.00	5,318.15	181.85
Textbooks	1,000.00		1,000.00	-	1,000.00
Total Multiple Disabilities	578,381.00	15,500.00	593,881.00	583,989.54	9,891.46
Special Education - Learning Disabilities					
Salaries of Teachers	-	425,000.00	425,000.00	422,758.64	2,241.36
Other Salaries for Instruction	-	89,000.00	89,000.00	87,991.00	1,009.00
Total Learning Disabilities	-	514,000.00	514,000.00	510,749.64	3,250.36

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education-Instruction - Resource Room/Resource Center					
Salaries of Teachers	15,595,625.00	(475,000.00)	15,120,625.00	15,113,251.89	7,373.11
Other Salaries for Instruction	549,781.00	43,000.00	592,781.00	591,489.29	1,291.71
Purch Professional - Educational Services	-		-	-	-
General Supplies	19,000.00		19,000.00	16,406.02	2,593.98
Textbooks	5,000.00		5,000.00	4,380.87	619.13
Total Resource Room/Resource Center	16,169,406.00	(432,000.00)	15,737,406.00	15,725,528.07	11,877.93
Special Education Instruction - Autism					
Salaries of Teachers	712,357.00	(110,000.00)	602,357.00	600,508.70	1,848.30
Other Salaries for Instruction	566,144.00		566,144.00	557,852.67	8,291.33
Purch Professional - Educational Services	-		-	-	-
General Supplies	6,000.00		6,000.00	5,100.50	899.50
Textbooks	2,000.00		2,000.00	-	2,000.00
Total Instruction - Autism	1,286,501.00	(110,000.00)	1,176,501.00	1,163,461.87	13,039.13
Special Education Instruction - Preschool Disabilities-Part Time					
Salaries of Teachers	523,252.00	(100,000.00)	423,252.00	414,319.64	8,932.36
Other Salaries for Instruction	266,404.00	25,000.00	291,404.00	283,363.70	8,040.30
Purch Professional - Educational Services	-		-	-	-
General Supplies	5,000.00	5,000.00	10,000.00	8,134.43	1,865.57
Textbooks	-		-	-	-
Total Preschool Disabilities-Part Time	794,656.00	(70,000.00)	724,656.00	705,817.77	18,838.23
Special Education Instruction -Preschool Disabilities-Full Time					
Salaries of Teachers	503,426.00		503,426.00	370,957.41	132,468.59
Other Salaries for Instruction	287,424.00	(10,000.00)	277,424.00	275,616.94	1,807.06
Purch Professional - Educational Services	-		-	-	-
General Supplies	5,000.00	3,000.00	8,000.00	6,661.26	1,338.74
Textbooks	-		-	-	-
Total Preschool Disabilities-Full Time	795,850.00	(7,000.00)	788,850.00	653,235.61	135,614.39
Special Education-Instruction - Home Instruction					
Salaries of Teachers	50,000.00		50,000.00	44,737.13	5,262.87
Purch Professional - Educational Services	100,000.00		100,000.00	90,188.89	9,811.11
Total Home Instruction	150,000.00	-	150,000.00	134,926.02	15,073.98
Total Special Education - Instruction	19,774,794.00	(89,500.00)	19,685,294.00	19,477,708.52	207,585.48

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Bilingual Education-Instruction					
Salaries of Teachers	1,420,396.00	(125,000.00)	1,295,396.00	1,294,935.90	460.10
Other Salaries for Instruction	54,383.00	5,000.00	59,383.00	58,379.00	1,004.00
Purch Professional - Educational Services	-		-	-	-
General Supplies	10,000.00		10,000.00	668.86	9,331.14
Textbooks	25,000.00	(12,000.00)	13,000.00	11,963.60	1,036.40
Total Bilingual Education	1,509,779.00	(132,000.00)	1,377,779.00	1,365,947.36	11,831.64
School Sponsored Co/Extracurricular Activities - Instruction					
Salaries	393,395.00	13,000.00	406,395.00	406,200.49	194.51
Supplies and Materials	90,000.00	45,000.00	135,000.00	133,579.65	1,420.35
Total School Sponsored Co/Extracurricular Activities - Instruction	483,395.00	58,000.00	541,395.00	539,780.14	1,614.86
School - Sponsored Athletics - Instruction					
Salaries	995,955.00	46,000.00	1,041,955.00	1,041,712.48	242.52
Purch Services	4,000.00	4,000.00	8,000.00	6,981.25	1,018.75
Supplies and Materials	260,000.00	27,000.00	287,000.00	286,375.63	624.37
Total School - Sponsored Athletics - Instruction	1,259,955.00	77,000.00	1,336,955.00	1,335,069.36	1,885.64
Other Instructional Programs-Instruction					
Salaries	75,000.00	(50,000.00)	25,000.00	20,624.75	4,375.25
Supplies and Materials			-	-	-
Total Other Instructional Programs-Instruction	75,000.00	(50,000.00)	25,000.00	20,624.75	4,375.25
Total Instruction	98,379,775.00	941,500.00	99,321,275.00	98,784,039.51	537,235.49
Undistributed Expenditures: Instruction					
Tuition to Other LEA's within the State - Regular	105,000.00	(61,000.00)	44,000.00	26,313.64	17,686.36
Tuition to Private Schools for the Handicapped - within State	10,839,152.00	826,515.00	11,665,667.00	11,665,207.00	460.00
Tuition-State Facilities	131,449.00		131,449.00	131,449.00	-
Tuition-Other	35,000.00	29,000.00	64,000.00	63,448.00	552.00
Total Undistributed Expenditures-Instruction	11,110,601.00	794,515.00	11,905,116.00	11,886,417.64	18,698.36

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Attendance and Social Work					
Salaries	191,611.00	(7,000.00)	184,611.00	182,834.12	1,776.88
Other Purchased Services			-	-	-
Total Undistributed Expenditures Attend. & Social Work	191,611.00	(7,000.00)	184,611.00	182,834.12	1,776.88
Undistributed Expenditures-Health Services					
Salaries	1,775,052.00	113,000.00	1,888,052.00	1,887,225.24	826.76
Purchased Professional and Tech Services	44,000.00	(10,000.00)	34,000.00	31,782.63	2,217.37
Supplies and Materials	36,000.00		36,000.00	33,596.63	2,403.37
Total Undistributed Expenditures-Health Services	1,855,052.00	103,000.00	1,958,052.00	1,952,604.50	5,447.50
Undistributed Expenditures-Speech, OT, PT & Related Services:					
Salaries	2,508,060.00	(80,000.00)	2,428,060.00	2,424,247.81	3,812.19
Puchased Professional- Educational Services	2,325,000.00	(708,000.00)	1,617,000.00	1,563,424.06	53,575.94
Supplies and Materials	30,000.00	20,000.00	50,000.00	46,877.20	3,122.80
Total Undistributed Expenditures-Speech, OT, PT & Related Services:	4,863,060.00	(768,000.00)	4,095,060.00	4,034,549.07	60,510.93
Undistributed Expenditures-Other Support Services Students-Extra. Serv.:					
Salaries	1,182,020.00	(26,000.00)	1,156,020.00	1,155,364.42	655.58
Purch Professional - Educ Services	-		-	-	-
Total Undistributed Expenditures-Other Support Services Students-Extra. S	1,182,020.00	(26,000.00)	1,156,020.00	1,155,364.42	655.58
Undistributed Expenditures-Guidance Students-Extra. Serv.:					
Salaries of Other Professional Staff	3,855,015.00	110,000.00	3,965,015.00	3,964,293.20	721.80
Salaries of Secretarial and Clerical Assistants	450,057.00	1,500.00	451,557.00	451,015.36	541.64
Purch Professional - Educ Services	327,000.00	41,000.00	368,000.00	367,177.98	822.02
Supplies and Materials	22,000.00		22,000.00	21,861.43	138.57
Total Undistributed Expenditures-Guidance	4,654,072.00	152,500.00	4,806,572.00	4,804,347.97	2,224.03
Undistributed Expenditures-Child Study Teams					
Salaries of Other Professional Staff	3,453,929.00	70,000.00	3,523,929.00	3,521,040.81	2,888.19
Salaries of Secretarial and Clerical Assistants	385,923.00	(7,000.00)	378,923.00	377,604.74	1,318.26
Residential Costs	373,270.00	(249,000.00)	124,270.00	123,403.75	866.25
Misc Purchase Services	5,000.00		5,000.00	4,997.32	2.68
Supplies and Materials	20,000.00		20,000.00	18,874.11	1,125.89

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Total Undistributed Expenditures-Child Study Teams	4,238,122.00	(186,000.00)	4,052,122.00	4,045,920.73	6,201.27
Undistributed Expenditures-Improvement of Instruction Services					
Salaries of Supervisor of Instruction	1,857,997.00	144,000.00	2,001,997.00	1,999,207.52	2,789.48
Salaries of Other Professional Staff	84,250.00		84,250.00	83,150.00	1,100.00
Salaries of Secretarial and Clerical Assistants	222,788.00	1,000.00	223,788.00	222,993.73	794.27
Other Purch Services	5,000.00		5,000.00	4,820.95	179.05
Supplies and Materials	12,000.00		12,000.00	9,278.78	2,721.22
Total Undistributed Expenditures-Improvement of Instruction Services	2,182,035.00	145,000.00	2,327,035.00	2,319,450.98	7,584.02
Undistributed Expenditures-Educa. Media Serv./School Library					
Salaries	743,806.00	(43,000.00)	700,806.00	697,888.49	2,917.51
Supplies and Materials	230,700.00	40,000.00	270,700.00	267,024.12	3,675.88
Total Undistributed Expenditures-Educa. Media Serv./School Library	974,506.00	(3,000.00)	971,506.00	964,912.61	6,593.39
Undistributed Expenditures-Instructional Staff Training Services					
Salaries of Supervisor of Instruction	165,289.00	5,000.00	170,289.00	169,823.40	465.60
Salaries of Other Professional Staff	76,100.00	(6,000.00)	70,100.00	69,250.00	850.00
Salaries of Secretarial & Clerical Assist.	56,351.00	2,000.00	58,351.00	57,520.00	831.00
Supplies and Materials	5,000.00	4,000.00	9,000.00	8,406.95	593.05
Other Objects	112,000.00	51,000.00	163,000.00	162,597.13	402.87
Total Undistributed Expenditures-Instructional Staff Training Services	414,740.00	56,000.00	470,740.00	467,597.48	3,142.52
Undistributed Expenditures-Support Services-Gen Admin.					
Salaries	1,061,417.00	(66,500.00)	994,917.00	990,759.17	4,157.83
Legal Services	335,000.00	197,000.00	532,000.00	531,874.88	125.12
Audit Fees	44,500.00		44,500.00	44,500.00	-
Other Purch Professional Services	80,000.00	80,000.00	160,000.00	159,345.38	654.62
Communication / Telephone	555,100.00	105,000.00	660,100.00	654,487.86	5,612.14
Misc Purchase Services	945,200.00	(166,000.00)	779,200.00	771,050.95	8,149.05
General Supplies	90,000.00	15,000.00	105,000.00	102,687.70	2,312.30
Board of Ed In-House Training/Meeting Supplies	2,500.00	1,500.00	4,000.00	2,390.50	1,609.50
Misc. Expenditures	17,000.00	2,000.00	19,000.00	17,857.00	1,143.00
Board of Ed Membership Dues and Fees	28,066.00		28,066.00	26,662.70	1,403.30
Total Undistributed Expenditures-Support Services-Gen. Admin.	3,158,783.00	168,000.00	3,326,783.00	3,301,616.14	25,166.86

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Support Serv-School Admin:					
Salaries of Principals/Asst. Pr/Prog Dir	3,599,203.00	200,000.00	3,799,203.00	3,797,805.84	1,397.16
Salaries of Secretarial and Clerical Assistants	2,520,976.00	40,000.00	2,560,976.00	2,556,177.58	4,798.42
Other Salaries	5,000.00		5,000.00	4,064.92	935.08
Other Purchased Services	65,000.00	28,000.00	93,000.00	88,338.60	4,661.40
Supplies and Materials	100,000.00		100,000.00	99,126.78	873.22
Total Undistributed Expenditures-Support Serv-School Admin	6,290,179.00	268,000.00	6,558,179.00	6,545,513.72	12,665.28
Undistributed Expenditures-Central Services					
Salaries	1,071,426.00	(9,000.00)	1,062,426.00	1,058,910.44	3,515.56
Purchased Professional Services	84,500.00	11,000.00	95,500.00	95,460.58	39.42
Misc. Purchased Services	12,000.00	4,500.00	16,500.00	13,933.23	2,566.77
Supplies and Materials	33,000.00		33,000.00	32,940.90	59.10
Interest on Lease Purchase Agreements	98,554.00		98,554.00	98,553.60	0.40
Miscellaneous Expenditures	3,000.00	1,000.00	4,000.00	3,430.00	570.00
Total Undistributed Expenditures-Central Services	1,302,480.00	7,500.00	1,309,980.00	1,303,228.75	6,751.25
Undistributed Expenditures-Admin. Info. Tech					
Salaries	494,662.00	75,000.00	569,662.00	568,264.29	1,397.71
Purchased Professional Services	52,500.00	78,000.00	130,500.00	130,292.67	207.33
Purchased Technical Services	200,000.00	60,000.00	260,000.00	257,910.19	2,089.81
Other Purchased Services	105,000.00	62,000.00	167,000.00	164,427.25	2,572.75
Supplies and Materials	50,000.00	48,000.00	98,000.00	97,185.65	814.35
Total Undistributed Expenditures-Admin. Info. Tech	902,162.00	323,000.00	1,225,162.00	1,218,080.05	7,081.95
Undistributed Expenditures-Required Maint for School Facilities					
Salaries	1,218,126.00	(102,000.00)	1,116,126.00	1,114,495.76	1,630.24
Cleaning, Repair, and Maintenance Services	994,600.00	428,000.00	1,422,600.00	1,422,300.46	299.54
General Supplies	637,950.00	276,000.00	913,950.00	913,887.53	62.47
Other Objects	75,000.00	13,000.00	88,000.00	87,012.61	987.39
Total Undistributed Expenditures-Required Maint for School Facilities	2,925,676.00	615,000.00	3,540,676.00	3,537,696.36	2,979.64

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Custodial Services					
Salaries	6,080,936.00	(225,000.00)	5,855,936.00	5,853,487.71	2,448.29
Cleaning, Repair, and Maintenance Services	462,000.00	55,000.00	517,000.00	516,333.20	666.80
Other Purchased Property Services	180,000.00	48,000.00	228,000.00	227,857.36	142.64
Insurance	390,300.00	(6,000.00)	384,300.00	383,557.00	743.00
General Supplies	233,000.00	355,000.00	588,000.00	587,162.37	837.63
Energy (Electricity)	1,425,000.00	183,000.00	1,608,000.00	1,607,403.74	596.26
Other Objects	6,000.00		6,000.00	673.50	5,326.50
Salaries of Non-Instructional Aides	932,799.00	2,000.00	934,799.00	934,359.07	439.93
Energy (Natural Gas)	1,775,000.00	(575,000.00)	1,200,000.00	898,964.59	301,035.41
Total Undistributed Expenditures-Custodial Services	11,485,035.00	(163,000.00)	11,322,035.00	11,009,798.54	312,236.46
Undistribtued Expenditures- Care & Upkeep of Grounds					
Salaries	918,977.00	(35,000.00)	883,977.00	880,530.76	3,446.24
Cleaning, Repair, and Maintenance Services	30,000.00	(7,000.00)	23,000.00	22,133.16	866.84
General Supplies	112,800.00	52,000.00	164,800.00	164,745.94	54.06
Total Undistributed Expenditures- Care & Upkeep of Grounds	1,061,777.00	10,000.00	1,071,777.00	1,067,409.86	4,367.14
Undistributed Expenditures- Security					
Salaries	586,701.00	10,000.00	596,701.00	592,061.20	4,639.80
Purchased Professional and Technical Services	5,000.00	7,000.00	12,000.00	11,482.55	517.45
General Supplies	12,250.00		12,250.00	9,990.50	2,259.50
Total Undistributed Expenditures- Security	603,951.00	17,000.00	620,951.00	613,534.25	7,416.75
Total Undist. Expenditures - Oper & Maint of Plant Serv.	16,076,439.00	479,000.00	16,555,439.00	16,228,439.01	326,999.99
Undistributed Expenditures-Student Transportation Services					
Salaries of Non-Instructional Aides	214,200.00	(16,000.00)	198,200.00	197,469.81	730.19
Salaries for Pupil Trans (Bet Home & Sch) - Reg.	704,937.00		704,937.00	701,542.19	3,394.81
Cleaning, Repair, and Maintenance Services	90,000.00		90,000.00	88,306.09	1,693.91
Contracted Services (Bet. Home and Sch) - Vendors	3,350,000.00	(46,000.00)	3,304,000.00	3,303,743.69	256.31
Contracted Services (Oth. than Bet. Home and Sch) - Vendors	635,000.00	(9,000.00)	626,000.00	625,119.75	880.25
Contracted Services (Special Ed Stds) - Vendors	3,200,000.00	198,000.00	3,398,000.00	3,397,698.88	301.12
Contracted Services (Special Ed Stds) - Joint Agrmnts	50,000.00	40,000.00	90,000.00	89,868.36	131.64
Contracted Services (Spl. Ed. Students) - ESCs & CTSAs	300,000.00	334,000.00	634,000.00	633,420.72	579.28
Contracted Services Aid in Lieu of Payments - NonPublic Sch	558,204.00	(65,000.00)	493,204.00	485,472.40	7,731.60
Contracted Services Aid in Lieu of Payments - Charter Sch	16,796.00	5,000.00	21,796.00	21,247.12	548.88
Misc Purchased Services - Transportation	100,000.00	3,000.00	103,000.00	102,788.85	211.15
General Supplies	88,800.00	(12,000.00)	76,800.00	76,116.14	683.86

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Total Undistributed Expenditures-Student Transportation Serv.	9,307,937.00	432,000.00	9,739,937.00	9,722,794.00	17,143.00
Unallocated Benefits:					
Social Security Contributions	1,950,000.00	41,000.00	1,991,000.00	1,990,581.00	419.00
Other Retirement Contributions - PERS	2,300,000.00	(320,000.00)	1,980,000.00	1,979,722.48	277.52
Unemployment Compensation	100,000.00	(99,000.00)	1,000.00	9.37	990.63
Worker's Compensation	1,000,000.00	(10,000.00)	990,000.00	988,841.54	1,158.46
Health Benefits	26,151,200.00	(1,866,500.00)	24,284,700.00	23,958,188.61	326,511.39
Health Benefits - Education Jobs Funds	-	1,490.00	1,490.00	1,490.00	-
Tuition Reimbursement	250,000.00	(130,000.00)	120,000.00	116,563.34	3,436.66
Total Unallocated Benefits	31,751,200.00	(2,383,010.00)	29,368,190.00	29,035,396.34	332,793.66
On-Behalf T.P.A.F. Pension Contrib. (non-budgeted)			-	6,922,487.00	(6,922,487.00)
On-Behalf T.P.A.F. Post-Retirement Medical Contrib. (non-budgeted)			-	7,827,584.00	(7,827,584.00)
Reimbursed TPAF SS Contributions (non-budgeted)			-	7,817,832.26	(7,817,832.26)
Total On-behalf Contributions	-	-	-	22,567,903.26	(22,567,903.26)
Total Undistributed Expenditures	100,454,999.00	(444,495.00)	100,010,504.00	121,736,970.79	(21,726,466.79)
Total Current Expense	198,834,774.00	497,005.00	199,331,779.00	220,521,010.30	(21,189,231.30)
Capital Outlay:					
Capital Reserve Increase	2,370,452.00		2,370,452.00	2,370,452.00	-
Capital Reserve Interest	1,000.00		1,000.00	-	1,000.00
Total Capital Reserve	2,371,452.00	-	2,371,452.00	2,370,452.00	1,000.00
Equipment:					
Undistributed Expenditures:					
Instructional Equipment-Undistributed	1,845,000.00	569,000.00	2,414,000.00	2,413,416.84	583.16
Required Maint for School Fac.	75,000.00	48,000.00	123,000.00	122,561.36	438.64
School Buses - Special	180,000.00	29,000.00	209,000.00	208,100.00	900.00
Total Equipment	2,100,000.00	646,000.00	2,746,000.00	2,744,078.20	1,921.80

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities Acquisition and Construction Services:					
Architectural/Egineering Services	80,000.00	76,000.00	156,000.00	155,097.39	902.61
Land and Improvements	200,000.00	236,000.00	436,000.00	435,868.50	131.50
Lease Purchase Agreements - Principal	1,096,000.00		1,096,000.00	1,096,000.00	-
Bldgs. Other than Lease Purchase Agreements	2,388,000.00	(6,000.00)	2,382,000.00	2,371,728.45	10,271.55
Assessment for Debt Service on SDA Funding	102,117.00		102,117.00	102,117.00	-
Total Facilities Acquisition and Construction Services	3,866,117.00	306,000.00	4,172,117.00	4,160,811.34	11,305.66
Assets Acquired Under Capital Leases - (Non-Budgeted)					
Undistributed Expenditures - School Administration	-		-	20,936.00	(20,936.00)
Total Capital Outlay	8,337,569.00	952,000.00	9,289,569.00	9,296,277.54	(6,708.54)
Special Schools:					
Summer School - Instruction					
Salaries of Teachers	125,000.00	56,000.00	181,000.00	180,400.00	600.00
Total Summer School - Instruction	125,000.00	56,000.00	181,000.00	180,400.00	600.00
Summer School - Support Service					
Salaries	10,425.00	2,000.00	12,425.00	11,820.00	605.00
Other Objects			-	-	-
Total Summer School - Support Service	10,425.00	2,000.00	12,425.00	11,820.00	605.00
Total Summer School Instruction	135,425.00	58,000.00	193,425.00	192,220.00	1,205.00
Other Special Schools - Instruction					
Salaries of Teachers	150,000.00	(9,000.00)	141,000.00	140,161.50	838.50
General Supplies	5,000.00	4,000.00	9,000.00	8,429.55	570.45
Total Other Special Schools - Instruction	155,000.00	(5,000.00)	150,000.00	148,591.05	1,408.95
Other Special Schools- Support Services					
Salaries	2,500.00	2,000.00	4,500.00	4,292.64	207.36
Other Objects	4,500.00	(2,000.00)	2,500.00	2,396.50	103.50
Total Other Special Services- Support Services	7,000.00	-	7,000.00	6,689.14	310.86
Total Other Special Schools	162,000.00	(5,000.00)	157,000.00	155,280.19	1,719.81
Total Special Schools	297,425.00	53,000.00	350,425.00	347,500.19	2,924.81

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Total Expenditures	$ **207,469,768.00**	$ **1,502,005.00**	$ **208,971,773.00**	$ **230,164,788.03**	$ **(21,193,015.03)**
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (5,551,284.00)	$ 174,000.00	$ (5,377,284.00)	$ (1,800,621.99)	$ 3,576,662.01
Other Financing Sources (Uses):					
Operating Transfers In/(Out):					
Transfer of Funds to Charter Schools	(270,243.00)	(174,000.00)	(444,243.00)	(443,401.00)	842.00
Prior Year Accounts Receivables/Payables Adjusted - Net			-	132,265.60	132,265.60
Capital Reserve Increase			-	2,370,452.00	2,370,452.00
Capital Leases (non-budgeted)			-	20,936.00	20,936.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(5,821,527.00)	-	(5,821,527.00)	279,630.61	6,101,157.61
Fund Balances, July 1	14,995,574.40		14,995,574.40	14,995,574.40	-
Fund Balances, June 30	$ 9,174,047.40	$ -	$ 9,174,047.40	$ 15,275,205.01	$ (6,101,157.61)

Recapitulation:

		Unassigned Fund Balance
Restricted Fund Balance:		
Capital Reserve	$ 3,383,159.65	
Emergency Reserve	1,000,000.00	
Maintenance Reserve	251,815.56	
Reserve for Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	704,333.00	
Reserve for Excess Surplus	440,975.84	
Assigned Fund Balance:		
Designated for Subsequent Years Expenditures	1,295,667.00	
Designated for Subsequent Years Expenditures - Capital Reserve	2,106,090.00	
Unassigned Fund Balance	6,093,163.96	$ 6,093,163.96
	15,275,205.01	6,093,163.96
Reconciliation to Governmental Funds Statements (GAAP):		
Less:		
Last Two (2) State Aid Payments not recognized on GAAP basis	$ (1,262,580.00)	
Special Education Extraordinary Aid (2012-13)	(1,980,186.00)	
	(3,242,766.00)	(3,242,766.00)
Fund Balance per Governmental Funds (GAAP)	$ 12,032,439.01	$ 2,850,397.96

EDISON SCHOOL DISTRICT
BUDGET COMPARISON SCHEDULE
EDUCATION JOBS FUND - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable(Unfavorable)
REVENUES:					
Federal Sources:					
Education Jobs Fund - A.R.R.A.	$ -	$ 1,490.00	$ 1,490.00	$ 1,490.00	$ -
Total Revenues	$ -	$ 1,490.00	$ 1,490.00	$ 1,490.00	$ -
EXPENDITURES:					
Current Expense:					
Undistributed Expenditures					
Unallocated Benefits					
Health Benefits	-	1,490.00	1,490.00	1,490.00	
Total Expenditures	$ -	$ 1,490.00	$ 1,490.00	$ 1,490.00	$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	$ -	$ 100,000.00	$ 100,000.00	$ 97,036.01	$ (2,963.99)
Total - Local Sources	-	100,000.00	100,000.00	97,036.01	(2,963.99)
State Sources:					
NJ Nonpublic	652,662.00	180,265.00	832,927.00	752,142.07	(80,784.93)
FHA/HERO Grant		131,615.00	131,615.00	119,520.43	(12,094.57)
Total - State Sources	652,662.00	311,880.00	964,542.00	871,662.50	(92,879.50)
Federal Sources:					
Title I	960,320.00	350,059.00	1,310,379.00	1,049,767.91	(260,611.09)
I.D.E.A., Part B; PreSchool	2,926,363.00	930,279.19	3,856,642.19	3,491,531.63	(365,110.56)
Title II	264,636.00	45,416.00	310,052.00	246,099.19	(63,952.81)
Title III	64,813.00	50,765.00	115,578.00	51,746.04	(63,831.96)
Race to the Top		74,416.00	74,416.00	60,914.00	(13,502.00)
EE4NJ		43,700.00	43,700.00	23,098.00	(20,602.00)
Total - Federal Sources	4,216,132.00	1,494,635.19	5,710,767.19	4,923,156.77	(787,610.42)
TOTAL REVENUES	4,868,794.00	1,906,515.19	6,775,309.19	5,891,855.28	(883,453.91)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	580,000.00	700,014.01	1,280,014.01	940,872.66	339,141.35
Paraprofessional Salaries		-			-
Other Salaries for Instruc.		-	-	-	-
Purch. Prof. & Tech. Services	247,000.00	77,867.00	324,867.00	310,014.48	14,852.52
Tuition-Prvt. Schls. For Disabled Within the State		-			-
Other Purch. Services		37,567.00	37,567.00	8,408.00	29,159.00
General Supplies	143,000.00	(40,084.00)	102,916.00	51,610.24	51,305.76
Educational Supplies		-			-
Supplies & Materials		-			-
Textbooks	103,121.00	29,876.00	132,997.00	129,967.00	3,030.00
Other Objects		-			-
Total Instruction	1,073,121.00	805,240.01	1,878,361.01	1,440,872.38	437,488.63

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
Support Services:					
Salaries of Program Directors	$	$ 39,000.00	$ 39,000.00	$ 52,060.00	$ (13,060.00)
Salaries of Teachers		-		-	-
Salaries of Other Professional Staff		20,125.00	20,125.00	-	20,125.00
Salaries of Sec. & Clerical Asst.	5,000.00	38,644.00	43,644.00	43,091.96	552.04
Salaries of Admin. Asst.		-			-
Paraprofessional Salaries		-			-
Other Salaries		13,850.00	13,850.00	13,315.00	535.00
Personal Services- Empl. Benefits	117,000.00	93,236.46	210,236.46	141,717.68	68,518.78
Purchased Prof. & Tech. Svcs.		-			-
Rentals/Equipment Lease Purchase		-			-
Purch. Prof. - Educ. Services	1,376,160.00	252,772.00	1,628,932.00	1,635,639.33	(6,707.33)
Other Purch. Prof. Services	147,302.00	166,764.00	314,066.00	339,689.98	(25,623.98)
Contracted Services - Trans. (Other		-			-
Than Between Home and School)		-			-
Communications/Telephone		-			-
Tuition	1,595,203.00	21,437.42	1,616,640.42	1,553,833.58	62,806.84
Travel		10,139.00	10,139.00	8,088.11	2,050.89
Other Purch. Services	422,375.00	291,840.00	714,215.00	421,679.35	292,535.65
Supplies and Materials	99,313.00	57,647.30	156,960.30	138,603.93	18,356.37
Indirect Costs		-			-
Pass Through - Other Districts		-			-
Miscellaneous Expenditures	33,320.00	95,820.00	129,140.00	103,263.98	25,876.02
Total Support Services	3,795,673.00	1,101,275.18	4,896,948.18	4,450,982.90	445,965.28
Facilities Acquis. & Const. Serv.:					
Buildings		-	-		-
Instructional Equipment		-	-	-	-
Noninstructional Equipment		-	-		-
Total Facil. Acquis. & Const. Serv.	-	-	-	-	-
Total Expenditures	$ 4,868,794.00	$ 1,906,515.19	$ 6,775,309.19	$ 5,891,855.28	$ 883,453.91
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

EDISON SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

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

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	(C-1)	$ 228,364,166.04	(C-2)	$ 5,891,855.28
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized				-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes		3,322,945.00		-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(3,242,766.00)		-
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	(B-2)	228,444,345.04	(B-2)	5,891,855.28
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	(C-1)	230,164,788.03	(C-2)	5,891,855.28
Difference - budget to GAAP:				
The district budgets for claims and compensated absences only to the extent expected to paid, rather than on the modified accrual basis.		-		-
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		-		-
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Transfers to capital reserves are recorded as an expenditure for budgetary resources but are not expenditures for financial reporting purposes.		(2,370,452.00)		
Net transfers (outflows) to general fund		-		-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	(B-2)	$ 227,794,336.03	(B-2)	$ 5,891,855.28

OTHER SUPPLEMENTARY INFORMATION

SCHOOL LEVEL SCHEDULES

SECTION – D

SPECIAL REVENUE FUND

SECTION – E

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Total Brought Forward (Ex. E-1a)	Title I - Part A	I.D.E.A. Part B Basic Regular Current	Totals
REVENUES:				
State Sources	$ 871,662.50	$		$ 871,662.50
Federal Sources	494,791.35	1,049,767.91	3,378,597.51	4,923,156.77
Local Sources	97,036.01			97,036.01
Total Revenues	1,463,489.86	1,049,767.91	3,378,597.51	5,891,855.28
EXPENDITURES:				
Instruction:				
Salaries of Teachers	22,125.00	528,774.73	389,972.93	940,872.66
Other Salaries for Instruc.	-			-
Purch. Prof. & Tech. Services	308,042.48	1,972.00		310,014.48
Other Purch. Services	1,112.00	7,296.00		8,408.00
General Supplies	17,988.24	33,622.00		51,610.24
Textbooks	129,967.00			129,967.00
Other Objects	-			-
Total Instruction	479,234.72	571,664.73	389,972.93	1,440,872.38
Support Services:				
Salaries of Supervisors of Instruc.	-			-
Salaries of Program Directors	52,060.00			52,060.00
Salaries of Other Prof. Staff	-			-
Salaries of Sec. & Clerical Asst.	33,775.00	9,316.96		43,091.96
Other Salaries	13,315.00			13,315.00
Personal Services - Empl. Benefits	9,295.54	103,293.47	29,128.67	141,717.68
Purch. Prof. - Educ. Services	-	253,820.03	1,381,819.30	1,635,639.33
Other Purch. Prof. Services	179,313.00	66,376.98	94,000.00	339,689.98
Purch. Technical Services	-			-
Rentals/Equipment Lease Purchase	-			-
Contracted Services - Trans. (Other Than Between Home and School)	-			-
Communications/Telephone	-			-
Tuition	106,936.00		1,446,897.58	1,553,833.58
Travel	8,088.11			8,088.11
Other Purch. Services	421,679.35			421,679.35
Supplies and Materials	62,757.13	39,067.77	36,779.03	138,603.93
Indirect Costs	-			-
Pass Through - Other Districts	-			-
Miscellaneous Expenditures	97,036.01	6,227.97		103,263.98
Total Support Services	984,255.14	478,103.18	2,988,624.58	4,450,982.90
Facilities Acquis. & Const. Serv.:				
Buildings	-			-
Instructional Equipment	-			-
Noninstructional Equipment	-			-
Total Facil. Acquis. & Const. Serv.	-	-	-	-
Total Expenditures	$ 1,463,489.86	$ 1,049,767.91	$ $ 3,378,597.51	$ $ 5,891,855.28

Exhibit E- 1a

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Total Brought Forward (Ex. E-1b)	I.D.E.A. Part B Preschool Current	Nonpublic Textbooks	Nonpublic Nursing	Nonpublic Technology	Total Carried Forward
REVENUES:						
State Sources	$ 515,024.50		129,967.00	179,313.00	47,358.00	$ 871,662.50
Federal Sources	381,857.23	112,934.12				494,791.35
Local Sources	97,036.01					97,036.01
Total Revenues	993,917.74	112,934.12	129,967.00	179,313.00	47,358.00	1,463,489.86
EXPENDITURES:						
Instruction:						
Salaries of Teachers	22,125.00					22,125.00
Other Salaries for Instruc.	-					-
Purch. Prof. & Tech. Services	308,042.48					308,042.48
Other Purch. Services	1,112.00					1,112.00
General Supplies	17,988.24					17,988.24
Textbooks	-		129,967.00			129,967.00
Other Objects	-					-
Total Instruction	349,267.72	-	129,967.00	-	-	479,234.72
Support Services:						
Salaries of Supervisors of Instruc.	-					-
Salaries of Program Directors	52,060.00					52,060.00
Salaries of Other Prof. Staff	-					-
Salaries of Sec. & Clerical Asst.	33,775.00					33,775.00
Other Salaries	13,315.00					13,315.00
Personal Services - Empl. Benefits	9,295.54					9,295.54
Purch. Prof. - Educ. Services	-					-
Other Purch. Prof. Services	-			179,313.00		179,313.00
Purch. Technical Services	-					-
Rentals/Equipment Lease Purchase	-					-
Contracted Services - Trans. (Other	-					-
Than Between Home and School)	-					-
Communications/Telephone	-					-
Tuition	-	106,936.00				106,936.00
Travel	8,088.11					8,088.11
Other Purch. Services	415,681.23	5,998.12				421,679.35
Supplies and Materials	15,399.13				47,358.00	62,757.13
Indirect Costs	-					-
Pass Through - Other Districts	-					-
Miscellaneous Expenditures	97,036.01					97,036.01
Total Support Services	644,650.02	112,934.12	-	179,313.00	47,358.00	984,255.14
Facilities Acquis. & Const. Serv.:						
Buildings	-					-
Instructional Equipment	-					-
Noninstructional Equipment	-					-
Total Facil. Acquis. & Const. Serv.	-	-	-	-	-	-
Total Expenditures	$ 993,917.74	$ 112,934.12	$ 129,967.00	$ 179,313.00	$ 47,358.00	$ 1,463,489.86

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Total Brought Forward (Ex. E-1c)	N.J. Nonpublic Auxiliary Services Ch. 192			N.J. Nonpublic Handicapped Services Ch. 193			Nonpublic Home Instruction	Total Carried Forward
		English as a Second Language	Trans-portation	Compensatory Education	Supplemental Instruction	Examination & Classification	Corrective Speech		
REVENUES:									
State Sources	$ 119,520.43	$ 12,789.00	38,002.00	158,855.00	52,732.00	80,271.00	47,653.00	5,202.07	$ 515,024.50
Federal Sources	381,857.23								381,857.23
Local Sources	97,036.01								97,036.01
Total Revenues	598,413.67	12,789.00	38,002.00	158,855.00	52,732.00	80,271.00	47,653.00	5,202.07	993,917.74
EXPENDITURES:									
Instruction:									
Salaries of Teachers	22,125.00								22,125.00
Other Salaries for Instruc.	-								-
Purch. Prof. & Tech. Services	308,042.48								308,042.48
Other Purch. Services	1,112.00								1,112.00
General Supplies	17,988.24								17,988.24
Textbooks	-								-
Other Objects	-								-
Total Instruction	349,267.72	-	-	-	-	-	-	-	349,267.72
Support Services:									
Salaries of Supervisors of Instruc.	-								-
Salaries of Program Directors	52,060.00								52,060.00
Salaries of Other Prof. Staff	-								-
Salaries of Sec. & Clerical Asst.	33,775.00								33,775.00
Other Salaries	13,315.00								13,315.00
Personal Services - Empl. Benefits	9,295.54								9,295.54
Purch. Prof. - Educ. Services	-								-
Other Purch. Prof. Services	-								-
Purch. Technical Services	-								-
Rentals/Equipment Lease Purchase	-								-
Contracted Services - Trans. (Other	-								-
Than Between Home and School)	-								-
Communications/Telephone	-								-
Tuition	-								-
Travel	8,088.11								8,088.11
Other Purch. Services	20,177.16	12,789.00	38,002.00	158,855.00	52,732.00	80,271.00	47,653.00	5,202.07	415,681.23
Supplies and Materials	15,399.13							√	15,399.13
Indirect Costs	-								-
Pass Through - Other Districts	-								-
Miscellaneous Expenditures	97,036.01								97,036.01
Total Support Services	249,145.95	12,789.00	38,002.00	158,855.00	52,732.00	80,271.00	47,653.00	5,202.07	644,650.02
Facilities Acquis. & Const. Serv.:									
Buildings	-								-
Instructional Equipment	-								-
Noninstructional Equipment	-								-
Total Facil. Acquis. & Const. Serv.	-	-	-	-	-	-	-	-	-
Total Expenditures	$ 598,413.67	$ 12,789.00	$ 38,002.00	$ 158,855.00	$ 52,732.00	$ 80,271.00	$ 47,653.00	$ 5,202.07	$ 993,917.74

Exhibit E- 1c

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Total Brought Forward (Ex. E-1d)	Title III Language Instr.	Race to the Top	Total Carried Forward
REVENUES:				
State Sources	$ 119,520.43	$		$ 119,520.43
Federal Sources	269,197.19	51,746.04	60,914.00	381,857.23
Local Sources	97,036.01			97,036.01
Total Revenues	485,753.63	51,746.04	60,914.00	598,413.67
EXPENDITURES:				
Instruction:				
Salaries of Teachers	-	22,125.00		22,125.00
Other Salaries for Instruc.	-			-
Purch. Prof. & Tech. Services	249,040.48		59,002.00	308,042.48
Other Purch. Services	-		1,112.00	1,112.00
General Supplies	-	17,188.24	800.00	17,988.24
Textbooks	-			-
Other Objects	-			-
Total Instruction	249,040.48	39,313.24	60,914.00	349,267.72
Support Services:				
Salaries of Supervisors of Instruc.	-			-
Salaries of Program Directors	52,060.00			52,060.00
Salaries of Other Prof. Staff	-			-
Salaries of Sec. & Clerical Asst.	32,563.00	1,212.00		33,775.00
Other Salaries	13,315.00			13,315.00
Personal Services - Empl. Benefits	7,510.26	1,785.28		9,295.54
Purch. Prof. - Educ. Services	-			-
Other Purch. Prof. Services	-			-
Purch. Technical Services	-			-
Rentals/Equipment Lease Purchase	-			-
Contracted Services - Trans. (Other	-			-
Than Between Home and School)	-			-
Communications/Telephone	-			-
Tuition	-			-
Travel	8,088.11			8,088.11
Other Purch. Services	15,448.65	4,728.51		20,177.16
Supplies and Materials	10,692.12	4,707.01		15,399.13
Indirect Costs	-			-
Pass Through - Other Districts	-			-
Miscellaneous Expenditures	97,036.01			97,036.01
Total Support Services	236,713.15	12,432.80	-	249,145.95
Facilities Acquis. & Const. Serv.:				
Buildings	-			-
Instructional Equipment	-			-
Noninstructional Equipment	-			-
Total Facil. Acquis. & Const. Serv.	-	-	-	-
Total Expenditures	$ 485,753.63	$ 51,746.04	$ 60,914.00	$ 598,413.67

Exhibit E- 1d

EDISON SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Title II, Part A Teacher Grants	EE4NJ	FHA/HERO Grant	FHA/HERO Org. Funds	Total Carried Forward
REVENUES:					
State Sources	$		119,520.43		$ 119,520.43
Federal Sources	246,099.19	23,098.00			269,197.19
Local Sources				97,036.01	97,036.01
Total Revenues	246,099.19	23,098.00	119,520.43	97,036.01	485,753.63
EXPENDITURES:					
Instruction:					
Salaries of Teachers					-
Other Salaries for Instruc.					-
Purch. Prof. & Tech. Services	225,942.48	23,098.00			249,040.48
Other Purch. Services					-
General Supplies					-
Textbooks					-
Other Objects					-
Total Instruction	225,942.48	23,098.00	-	-	249,040.48
Support Services:					
Salaries of Supervisors of Instruc.					-
Salaries of Program Directors			52,060.00		52,060.00
Salaries of Other Prof. Staff					-
Salaries of Sec. & Clerical Asst.	4,050.00		28,513.00		32,563.00
Other Salaries			13,315.00		13,315.00
Personal Services - Empl. Benefits	327.83		7,182.43		7,510.26
Purch. Prof. - Educ. Services					-
Other Purch. Prof. Services					-
Purch. Technical Services					-
Rentals/Equipment Lease Purchase					-
Contracted Services - Trans. (Other					-
Than Between Home and School)					-
Communications/Telephone					-
Tuition					-
Travel			8,088.11		8,088.11
Other Purch. Services	11,558.06		3,890.59		15,448.65
Supplies and Materials	4,220.82		6,471.30		10,692.12
Indirect Costs					-
Pass Through - Other Districts					-
Miscellaneous Expenditures				97,036.01	97,036.01
Total Support Services	20,156.71	-	119,520.43	97,036.01	236,713.15
Facilities Acquis. & Const. Serv.:					
Buildings					-
Instructional Equipment					-
Noninstructional Equipment					-
Total Facil. Acquis. & Const. Serv.	-	-	-	-	-
Total Expenditures	$ $ 246,099.19	$ 23,098.00	$ 119,520.43	$ 97,036.01	$ 485,753.63

CAPITAL PROJECTS FUND

SECTION – F

Exhibit - F-1

EDISON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES
YEAR ENDED JUNE 30, 2013

ISSUE/PROJECT TITLE	APPROPRIATIONS	EXPENDITURES TO DATE PRIOR YEARS	EXPENDITURES TO DATE CURRENT YEAR	TRANSFERS/ CANCELLATIONS	UNEXPENDED BALANCE
Additions - J.P. Stevens	5,796,325.60	3,862,148.94		(1,934,176.66)	-
Boiler Replacement - J.P. Stevens		239,100.70	2,325.52	241,426.22	-
Roof Replacement - J.P. Stevens, Edison High, John Adams		649,001.28	2,513.66	651,514.94	-
Drainage Remediation - Lindeneau		206,645.37	11,420.87	218,066.24	-
Turf Fields - Edison High, J.P. Stevens		995,779.47	1,129,202.32	2,141,281.80	16,300.01
Edison High School Addition	5,000,000.00		4,550,362.64		449,637.36
TOTALS	$ 10,796,325.60	$ 5,952,675.76	$ 5,695,825.01	$ 1,318,112.54	$ 465,937.37

Reconciliation - Unexpended Capital Project Balances
to Fund Balance - June 30, 2013:

Unexpended Project Balances - June 30, 2013	$ 465,937.37
Less:	
Unearned Additional State School Aid - NJSDA Grants	-
Total Fund Balance - June 30, 2013	$ 465,937.37

EDISON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE - BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2013

Revenues and Other Financing Sources	
State Sources - NJSDA Grant	$ -
Bond proceeds and transfers	
Lease purchase agreement	5,000,000.00
Contribution from private source	
Transfer from capital reserve	
Transfer from capital outlay	
Total revenues	5,000,000.00
Expenditures and Other Financing Uses	
Purchased professional and technical services	581,022.37
Construction services	5,114,802.64
Equipment purchases	
Transfer to debt service fund	
Total expenditures	5,695,825.01
Excess (deficiency) of revenues over (under) expenditures	(695,825.01)
Less: Deferred Revenue adjustment	-
Subtotal	(695,825.01)
Fund balance - beginning	1,161,762.38
Fund balance - ending	$ 465,937.37

Edison Township School District
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
From Inception and for the Year Ended June 30, 2013

Project Name: / Project Number:	Totals	JMES Wing 1290-093-09-0RAT	JMI Masonry 1290-090-09-0RAP	TJMS Roof 1290-060-09-0RAJ	BFES Roof 1290-065-09-0RAM	EHS Roof 1290-050-09-0RAB	JPS Roof 1290-053-09-0RAE	HHMS Window 1290-057-09-0RAH	JMI Windows 1290-090-09-0RAN
Revenues and Other Financing Sources - as Revised:									
State sources - NJSDA Grant	$ 2,429,030.03	$ 375,684.80	$ 28,620.80	$ 79,234.40	$ 47,320.00	$ 146,016.00	$ 253,975.89	$ 6,251.23	$ 76,822.43
Bond proceeds and transfers	-								
Lease purchase agreement	9,975,048.00								
Contributions from private sources	-								
Transfer from capital reserve	-								
Transfer from capital outlay	3,777,758.40	683,646.48	78,530.63	262,944.61	123,747.95	817,210.15	584,035.18	44,372.50	158,666.81
Transfer (from)/to other projects	(0.00)	(120,119.28)	(35,599.43)	(144,093.01)	(52,767.95)	(598,186.15)	(203,071.35)	(34,995.65)	(43,433.16)
Total revenues	$ 16,181,836.43	939,212.00	71,552.00	198,086.00	118,300.00	365,040.00	634,939.72	15,628.08	192,056.08
Expenditures and Other Financing Uses - Prior Periods:									
Purchased professional and technical services	910,609.41	45,011.00	2,752.00	8,426.00	4,550.00	14,040.00	24,779.00	601.08	6,946.08
Land and Improvements	-								
Construction services	9,109,464.64	894,201.00	68,800.00	189,660.00	113,750.00	351,000.00	610,160.72	15,027.00	185,110.00
Equipment purchases	-								
Total expenditures - Prior Periods	$ 10,020,074.05	939,212.00	71,552.00	198,086.00	118,300.00	365,040.00	634,939.72	15,628.08	192,056.08
Expenditures and Other Financing Uses - Current Year:									
Purchased professional and technical services	581,022.37								
Land and Improvements	-								
Construction services	5,114,802.64								
Equipment purchases	-								
Total expenditures - Current Year	5,695,825.01	-	-	-	-	-	-	-	-
Total expenditures - from inception to June 30, 2013	15,715,899.06	939,212.00	71,552.00	198,086.00	118,300.00	365,040.00	634,939.72	15,628.08	192,056.08
Excess (deficiency) or revenues over (under) expenditures	$ 465,937.37	$ -	$ -	$ -	$ -	$ -	$ (0.00)	$ 0.00	$ 0.00
Additional project information:									
Grant date		5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09
Bond authorization date		NA	NA	NA	NA	NA	NA	NA	NA
Bonds authorized		NA	NA	NA	NA	NA	NA	NA	NA
Bonds Issued		NA	NA	NA	NA	NA	NA	NA	NA
Original authorized cost		1,118,476.00	124,680.00	413,128.00	197,050.00	1,257,763.00	938,000.00	67,855.00	256,875.00
Increase/Decrease local authorized cost		(179,264.00)	(53,128.00)	(215,042.00)	(78,750.00)	(892,723.00)	(303,060.28)	(52,226.92)	(64,818.92)
Revised authorized cost		939,212.00	71,552.00	198,086.00	118,300.00	365,040.00	634,939.72	15,628.08	192,056.08
Percentage increase over original authorized cost		-16%	-43%	-52%	-40%	-71%	-32%	-77%	-25%
Percentage completion		100%	100%	100%	100%	100%	100%	100%	100%
Original target completion date		6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10
Revised target completion date									

Edison Township School District
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
From Inception and for the Year Ended June 30, 2013

Project Name:	JMP Windows	WWMS Windows	EHS Windows	JPS Windows	JMI PA System	JMP PA System	Monroe PA System	MLK PA System	Wash. PA System
Project Number:	1290-092-09-0RAR	1290-063-09-0RAL	1290-050-09-0RAA	1290-053-09-0RAF	1290-090-09-0RAO	1290-092-09-0RAQ	1290-093-09-0RAS	1290-104-09-0RAU	1290-150-09-0RAW
Revenues and Other Financing Sources - as Revised:									
State sources - NJSDA Grant	$ 57,820.77	$ 111,554.56	$ 23,478.40	$ 8,213.50	$ 15,304.00	$ 9,552.27	$ 9,073.87	$ 10,057.50	$ 14,272.00
Bond proceeds and transfers									
Lease purchase agreement									
Contributions from private sources									
Transfer from capital reserve									
Transfer from capital outlay	135,234.83	191,048.00	37,653.65	36,227.81	24,343.25	22,234.77	22,318.57	25,891.95	27,901.26
Transfer (from)/to other projects	(48,503.68)	(23,716.16)	4,947.47	(23,907.55)	2,817.43	(7,906.36)	(8,707.76)	(10,805.70)	13,187.42
Total revenues	144,551.92 #	278,886.40	66,079.52	20,533.76	42,464.68	23,880.68 #	22,684.68	25,143.75	55,360.68
Expenditures and Other Financing Uses - Prior Periods:									
Purchased professional and technical services	5,428.92	10,726.40	2,541.52	789.76	1,864.68	1,130.68	1,084.68	5,738.75	2,360.68
Land and Improvements									
Construction services	139,123.00	268,160.00	63,538.00	19,744.00	40,600.00	22,750.00	21,600.00	19,405.00	53,000.00
Equipment purchases									
Total expenditures - Prior Periods	144,551.92	278,886.40	66,079.52	20,533.76	42,464.68	23,880.68	22,684.68	25,143.75	55,360.68
Expenditures and Other Financing Uses - Current Year:									
Purchased professional and technical services									
Land and Improvements									
Construction services									
Equipment purchases									
Total expenditures - Current Year	-	-	-	-	-	-	-	-	-
Total expenditures - from inception to June 30, 2013	144,551.92	278,886.40	66,079.52	20,533.76	42,464.68	23,880.68	22,684.68	25,143.75	55,360.68
Excess (deficiency) or revenues over (under) expenditures	$ (0.00)	$ -	$ -	0.00	$ -	$ 0.00	$ 0.00	$ -	$ -
Additional project information:									
Grant date	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09	5/15/09
Bond authorization date	NA	NA	NA	NA	NA	NA	NA	NA	NA
Bonds authorized	NA	NA	NA	NA	NA	NA	NA	NA	NA
Bonds Issued	NA	NA	NA	NA	NA	NA	NA	NA	NA
Original authorized cost	216,938.00	314,280.00	58,696.00	56,213.00	38,260.00	35,680.00	35,680.00	41,270.00	35,680.00
Increase/Decrease local authorized cost	(72,386.08)	(35,393.60)	7,383.52	(35,679.24)	4,204.68	(11,799.32)	(12,995.32)	(16,126.25)	19,680.68
Revised authorized cost	144,551.92	278,886.40	66,079.52	20,533.76	42,464.68	23,880.68	22,684.68	25,143.75	55,360.68
Percentage increase over original authorized cost	-33%	-11%	13%	-63%	11%	-33%	-36%	-39%	55%
Percentage completion	100%	100%	100%	100%	100%	100%	100%	100%	100%
Original target completion date	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10	6/30/10
Revised target completion date									

Edison Township School District
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
From Inception and for the Year Ended June 30, 2013

Project Name:	EHS HVAC	JPS 2nd Floor	JPS Boiler	JPS Roof	JPS Turf Field	JAMS Roof	Lindeneau Drainage	EHS Roof	EHS Turf Field
Project Number:	1290-050-09-0RAC	1290-053-09-0RAD	1290-053-12-1000	1290-053-12-2000	1290-053-12-3000	1290-055-12-1000	1290-103-12-1000	1290-050-12-1000	1290-050-12-3000
Revenues and Other Financing Sources - as Revised:									
State sources - NJSDA Grant	$ 334,500.00	$ 821,277.60	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Bond proceeds and transfers									
Lease purchase agreement		4,975,048.00	-	-	-	-	-	-	-
Contributions from private sources									
Transfer from capital reserve									
Transfer from capital outlay	501,750.00								
Transfer (from)/to other projects	16,748.35	(1,934,176.66)	241,426.22	66,972.84	1,098,001.82	215,167.98	218,066.24	369,374.12	1,043,279.96
Total revenues	852,998.35	3,862,148.94	241,426.22	66,972.84	1,098,001.82	215,167.98	218,066.24	369,374.12	1,043,279.96
Expenditures and Other Financing Uses - Prior Periods:									
Purchased professional and technical services	31,049.10	618,021.27	5,200.70	2,269.08	14,346.34	6,784.76	32,201.37	11,532.44	50,433.12
Land and Improvements									
Construction services	821,949.25	3,244,127.67	233,900.00	64,440.00	-	207,555.00	174,444.00	356,420.00	931,000.00
Equipment purchases									
Total expenditures - Prior Periods	852,998.35	3,862,148.94	239,100.70	66,709.08	14,346.34	214,339.76	206,645.37	367,952.44	981,433.12
Expenditures and Other Financing Uses - Current Year:									
Purchased professional and technical services			2,325.52	263.76	9,902.48	828.22	11,420.87	1,421.68	27,396.84
Land and Improvements									
Construction services					1,057,453.00				34,450.00
Equipment purchases									
Total expenditures - Current Year	-	-	2,325.52	263.76	1,067,355.48	828.22	11,420.87	1,421.68	61,846.84
Total expenditures - from inception to June 30, 2013	852,998.35	3,862,148.94	241,426.22	66,972.84	1,081,701.82	215,167.98	218,066.24	369,374.12	1,043,279.96
Excess (deficiency) or revenues over (under) expenditures	$ -	$ -	$ -	$ -	$ 16,300.00	$ -	$ -	$ -	$ -
Additional project information:									
Grant date	5/15/09	5/15/09	4/27/12	5/23/12	4/27/12	5/23/12	4/27/12	5/23/12	4/27/12
Bond authorization date	NA	NA	NA	NA	NA	NA	NA	NA	NA
Bonds authorized	NA	NA	NA	NA	NA	NA	NA	NA	NA
Bonds Issued	NA	NA	NA	NA	NA	NA	NA	NA	NA
Original authorized cost	836,250.00	4,975,048.00	242,000.00	56,450.00	995,500.00	119,450.00	215,000.00	277,750.00	995,500.00
Increase/Decrease local authorized cost	16,748.35	(1,150,311.18)	(573.78)	10,522.84	86,201.82	95,717.98	3,066.24	91,624.12	47,779.96
Revised authorized cost	852,998.35	3,824,736.82	241,426.22	66,972.84	1,081,701.82	215,167.98	218,066.24	369,374.12	1,043,279.96
Percentage increase over original authorized cost	2%	-23%	0%	19%	9%	80%	1%	33%	5%
Percentage completion	100%	100%	100%	100%	99%	100%	100%	100%	100%
Original target completion date	6/30/11	6/30/11	10/15/12	9/30/12	6/30/13	9/30/12	9/30/12	9/30/12	8/31/12
Revised target completion date	11/30/11	12/31/11							

PROPRIETARY FUNDS

SECTION – G

ENTERPRISE FUND

EDISON SCHOOL DISTRICT
FOOD SERVICES ENTERPRISE FUND
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2013

ASSETS	
Current Assets:	
Cash and Cash Equivalents	$ 19,271.56
Accounts Receivable:	
State	5,344.74
Federal	117,314.11
Inventories	60,852.03
Interfunds Receivable	11,160.46
Total Current Assets	213,942.90
Fixed Assets	
Equipment	808,460.42
Accumulated Depreciation	(731,225.71)
Total Fixed Assets	77,234.71
Total Assets	$ 291,177.61
LIABILITIES AND NET POSITION	
Current Liabilities	
Deferred Revenue - Prepaid Lunch Fees	46,873.72
Deferred Revenue - USDA Commodities	22,409.31
Total Current Liabilities	69,283.03
NET POSITION	
Unreserved Retained Earnings	221,894.58
Total Net Position	221,894.58
Total Liabilities and Net Position	$ 291,177.61

EDISON SCHOOL DISTRICT
FOOD SERVICES ENTERPRISE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

OPERATING REVENUES	
Local Sources:	
Daily Sales - Reimbursable and Nonreimbursable Programs:	
School Lunch Program	$ 2,320,871.00
Daily Sales - Non-Reimbursable Programs	
Special Functions and Other Sales	243,090.33
Total Operating Revenues	2,563,961.33
OPERATING EXPENSES	
Salaries	1,179,003.00
Employee Benefits	437,517.00
Depreciation	11,047.06
Cost of Sales	1,866,006.00
Food Costs - Food Distribution Program	247,155.35
Supplies and Materials - Semi-Variable Costs	258,786.00
Miscellaneous Costs	229,673.39
General & Administrative - Management Fee	384,980.00
Total Operating Expenses	4,614,167.80
Operating Income (Loss)	(2,050,206.47)
Non-Operating Revenues:	
State Sources	
State School Lunch Program	43,748.90
Federal Sources:	
National School Lunch Program	1,173,400.33
National School Lunch Program - Performance Based	48,866.94
School Breakfast Program	443,732.04
After School Snack Program	8,472.87
Food Distribution Program	247,155.35
Total Non-Operating Revenues	1,965,376.43
Net Income (Loss)	(84,830.04)
Net Position - Beginning of the year	306,724.62
Net Position - End of the year	$ 221,894.58

EDISON SCHOOL DISTRICT
FOOD SERVICES ENTERPRISE FUND
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2013

Cash Flows from Operating Activities:		
Receipts from Customers	$	2,563,961.33
Payments to Suppliers		(4,256,968.24)
Net Cash Provided by (used for) Operating Activities		(1,693,006.91)
Cash Flows from Non-Capital Financing Activities		
Operating Transfers/Interfund Transfers/Contributions		15,610.15
Federal and State Sources		1,695,335.83
Net Cash Provided by (used for) Non-Capital Financing Activities		1,710,945.98
Net Increase (Decrease) in Cash and Cash Equivalents		17,939.07
Cash and Cash Equivalents, July 1		1,332.49
Cash and Cash Equivalents, June 30	$	19,271.56

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	$	(2,050,206.47)
Adjust. to Reconcile Operating Income (Loss) to Cash Provided (Used) by Oper. Activities:		
Depreciation		11,047.06
Federal Commodities		247,155.35
(Increase) Decrease in Accounts Receivable		(22,885.25)
(Increase) Decrease in Inventory		(7,156.46)
(Increase) Decrease in Interfunds Receivable		238,834.27
Increase (Decrease) in Deferred Revenue		12,167.98
Increase (Decrease) in Accounts Payable		(121,963.39)
Net Cash Used by Operating Activities	$	(1,693,006.91)

INTERNAL SERVICE FUND

EDISON SCHOOL DISTRICT
WORKERS COMPENSATION INSURANCE INTERNAL SERVICE FUND
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2013

ASSETS		2013
Cash and Cash Equivalents	$	400,468.36
Interfunds Receivable		1,978,561.60
Total Assets	$	2,379,029.96
LIABILITIES		
Accrued Liability for Compensation Claims	$	1,520,334.00
Total Liabilities		1,520,334.00
NET POSITION		
Net Position		
Unreserved Retained Earnings		858,695.96
Total Net Position	$	858,695.96

EDISON SCHOOL DISTRICT
WORKERS COMPENSATION INSURANCE INTERNAL SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	2013
EXPENDITURES	
Accrued Compensation Claims and Expenses	$ (1,003,659.45)
Total Expenditures	(1,003,659.45)
Excess (Deficiency) of Revenues Over Expenditures	1,003,659.45
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Uses	1,003,659.45
Other Financing Sources	
Intereset Earnings	1,009.62
Transfers in	-
Total Other Financing Sources	1,009.62
Net Change in Fund Net Positon	1,004,669.07
Net Position, July 1	(145,973.11)
Net Position, June 30	$ 858,695.96

EDISON SCHOOL DISTRICT
WORKERS COMPENSATION INSURANCE INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2013

	2013
Cash Flows from Operating Activities:	
Accrued Compensation Claims	$ (214,587.55)
Net Cash used for Operating Activities	(214,587.55)
Cash Flows from NonCapital Financing Activities:	
Other Sources	1,009.62
Transfers from General Fund	-
Net Cash Flows provided by NonCapital Financing Activities	1,009.62
Net decrease in cash and cash equivalents	(213,577.93)
Cash and Cash Equivalents, July 1	614,046.29
Cash and Cash Equivalents/(Deficit), June 30	$ 400,468.36
Reconciliation of operating (loss) to net cash (used) by operating activities:	
Operating income (loss)	1,004,669.07
Adjustments to reconcile operating (loss) to net cash provided by	
(Increase) Decrease in Interfunds Receivable	-
Increase (Decrease) in Accrued Liabilities for Compensation Claims	(1,218,247.00)
Total Adjustments	(1,218,247.00)
Net Cash (used for) operating activities	$ (213,577.93)

FIDUCIARY FUNDS

SECTION - H

Exhibit - H-1

EDISON SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2013

	TRUST		AGENCY		
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	STUDENT ACTIVITY	PAYROLL	TOTALS 2013
ASSETS					
Cash and Cash Equivalents	$ 666,758.57	$ 13,768.86	$ 478,623.57	$ 1,351,257.31	$ 2,510,408.31
Total Assets	$ 666,758.57	$ 13,768.86	$ 478,623.57	$ 1,351,257.31	$ 2,510,408.31
LIABILITIES AND NET POSITION					
Liabilities:					
Payroll Deductions Payable	$	$	$	$ 1,264,491.05	1,264,491.05
Employee Flexible Spending				86,766.26	86,766.26
Accounts Payable					-
Due to Student Groups			478,623.57		478,623.57
Total Liabilities	-	-	$ 478,623.57	$ 1,351,257.31	$ 1,829,880.88
Net Position:					
Held Trust for Unemployment Claims and Other Purposes	$ 666,758.57	$ -			$ 666,758.57
Reserved for Scholarships		13,768.86			13,768.86
Total Net Position	666,758.57	13,768.86	-	-	680,527.43
Total Liabilities and Net Position	$ 666,758.57	$ 13,768.86	$ 478,623.57	$ 1,351,257.31	$ 2,510,408.31

EDISON SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Unemployment Compensation Trust	Scholarship Trust
ADDITIONS		
Contributions:		
District/Plan member	$ 173,193.72	$ -
Total Contributions	173,193.72	-
Investment earnings:		
Interest	1,757.09	29.03
Net investment earnings	1,757.09	29.03
Total additions	174,950.81	29.03
DEDUCTIONS		
Quarterly contribution reports	395,867.25	
Remittances		1,000.00
Total deductions	395,867.25	1,000.00
Change in net assets	(220,916.44)	(970.97)
Net position - beginning of the year	887,675.01	14,739.83
Net position - end of the year	$ 666,758.57	$ 13,768.86

EDISON SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	BALANCE JULY 1, 2012	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2013
ELEMENTARY SCHOOLS				
Benjamin Franklin	$ 7,904.48	$ 6,130.38	$ 9,093.68	$ 4,941.18
James Madison Intermediate	6,649.88	18,474.64	15,482.83	9,641.69
James Madison Primary	7,757.74	7,382.21	4,083.83	11,056.12
James Monroe	2,609.20	21,539.33	15,685.92	8,462.61
John Marshall	791.83	9,162.09	9,548.97	404.95
Lincoln	5,392.72	24,684.52	25,432.59	4,644.65
Lindeneau	1,356.49	11,470.22	10,285.29	2,541.42
Martin Luther King	6,033.85	22,479.87	25,042.57	3,471.15
Menlo Park	2,788.35	8,160.55	5,694.95	5,253.95
Washington	4,077.75	14,199.25	16,541.44	1,735.56
Woodbrook	2,450.93	30,743.46	24,542.87	8,651.52
Total Elementary Schools	$ 47,813.22	$ 174,426.52	$ 161,434.94	$ 60,804.80
MIDDLE SCHOOLS				
Herbert Hoover	$ 21,014.30	$ 107,318.06	$ 103,836.19	$ 24,496.17
John Adams	59,663.31	93,492.97	115,168.13	37,988.15
Thomas Jefferson	9,728.21	74,066.51	73,754.51	10,040.21
Woodrow Wilson	10,565.96	84,282.83	83,067.59	11,781.20
Total Middle Schools	$ 100,971.78	$ 359,160.37	$ 375,826.42	$ 84,305.73
SENIOR HIGH SCHOOLS AND ATHLETIC FUNDS				
Edison	$ 96,850.02	$ 230,072.86	$ 208,540.65	$ 118,382.23
Edison Athletic Fund	3,384.69	40,029.50	39,820.70	3,593.49
J.P. Stevens	201,351.28	643,039.63	631,884.10	212,506.81
J.P. Stevens Ath. Fund	4,396.45	28,563.74	33,929.68	(969.49)
Total Senior High Schools	$ 305,982.44	$ 941,705.73	$ 914,175.13	$ 333,513.04
Total All Schools	$ 454,767.44	$ 1,475,292.62	$ 1,451,436.49	$ 478,623.57

Exhibit - H-4

EDISON SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	BALANCE JULY 1, 2012	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2013
Payroll Agency	$ 1,168,278.77	$ 67,197,448.41	$ 67,101,236.13	$ 1,264,491.05
Flexible Spending	70,307.53	120,295.10	103,836.37	86,766.26
	$ 1,238,586.30	$ 67,317,743.51	$ 67,205,072.50	$ 1,351,257.31

LONG-TERM DEBT

SECTION - I

Exhibit - I-1

EDISON SCHOOL DISTRICT
STATEMENT OF SERIAL BONDS
JUNE 30, 2013

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	ANNUAL MATURITIES AMOUNT	INTEREST RATES	BALANCE JUNE 30, 2012	ISSUED	RETIRED	BALANCE JUNE 30, 2013
Refunding School Bonds ($8,000,000 of 01/01/2000)	02/01/03	$ 5,545,000.00	07/01/13	$ 470,000.00	4.000%				
			07/01/14	480,000.00	4.000%				
			07/01/15	490,000.00	4.000%				
			07/01/16	500,000.00	4.000%				
			07/01/17	515,000.00	4.125%				
			07/01/18	525,000.00	4.200%				
			07/01/19	530,000.00	4.300%	$ 3,975,000.00		$ 465,000.00	$ 3,510,000.00
Refunding School Bonds ($5,092,000 of 10/15/2002)	11/17/10	4,995,000.00	07/15/13	400,000.00	3.000%				
			07/15/14	415,000.00	3.000%				
			07/15/15	425,000.00	3.500%				
			07/15/16	440,000.00	3.500%				
			07/15/17	450,000.00	3.000%				
			07/15/18	470,000.00	4.000%				
			07/15/19	490,000.00	3.500%				
			07/15/20	500,000.00	4.000%				
			07/15/21	500,000.00	3.500%				
			07/15/21	500,000.00	4.000%	4,995,000.00		405,000.00	4,590,000.00
						$ 8,970,000.00	$ -	$ 870,000.00	$ 8,100,000.00

Exhibit - I-1

EDISON SCHOOL DISTRICT
STATEMENT OF LEASE PURCHASE AGREEMENTS
JUNE 30, 2013

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES YEAR ENDED	MATURITIES AMOUNT	INTEREST RATES	BALANCE JUNE 30, 2012	ISSUED	RETIRED	BALANCE JUNE 30, 2013
Woodbrook/Lindeneau Improvs.	05/01/99	$ 3,570,000.00	12/15/13	105,000.00	4.750%				
			06/15/14	105,000.00	4.750%				
			12/15/14	110,000.00	4.750%				
			06/15/15	110,000.00	4.750%				
			12/15/15	115,000.00	4.750%				
			06/15/16	115,000.00	4.750%				
			12/15/16	120,000.00	4.750%				
			06/15/17	120,000.00	4.750%				
			12/15/17	125,000.00	4.750%				
			06/15/18	130,000.00	4.750%				
			12/15/18	130,000.00	4.750%	$ 1,485,000.00		$ 200,000.00	$ 1,285,000.00
Roof Repairs & Renovations	07/15/09	3,745,000.00	06/15/14	410,000.00	3.000%				
			06/15/15	425,000.00	3.000%				
			06/15/16	440,000.00	3.250%				
			06/15/17	450,000.00	3.500%				
			06/15/18	470,000.00	3.750%	2,590,000.00		395,000.00	2,195,000.00
JP Stevens 2nd Floor Renovations	03/15/10	4,975,048.00	03/15/14	1,140,000.00	2.880%				
			03/15/15	1,186,000.00	2.880%	3,422,000.00		1,096,000.00	2,326,000.00
Edison High School Addition	04/30/13	5,000,000.00	10/15/13	10,000.00	1.1557%				
			10/15/14	10,000.00	1.1557%				
			10/15/15	1,595,000.00	1.1557%				
			10/15/16	1,660,000.00	1.1557%				
			10/15/17	1,725,000.00	1.1557%		5,000,000.00		5,000,000.00
						$ 7,497,000.00	$ 5,000,000.00	$ 1,691,000.00	$ 10,806,000.00

Exhibit - I-2

EDISON SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2013

SERIES	AMOUNT OUTSTANDING JUNE 30,2012*	CURRENT YEAR ADJUSTMENTS*	RETIRED CURRENT YEAR*	AMOUNT OUTSTANDING JUNE 30,2013*
Copy Machines - Administrative & Instructional	$ 233,048.00	$ 20,936.00	$ 99,141.00	$ 154,843.00
	$ 233,048.00	$ 20,936.00	$ 99,141.00	$ 154,843.00

*Includes principal and interest requirements on monthly lease payments.

Exhibit I-3

EDISON SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 1,674,995.00		$ 1,674,995.00	$ 1,674,995.00	$ -
State Sources:					
Debt Service State Aid	261,377.00		261,377.00	261,377.00	-
Homeless Aid			-		-
Total - State Sources	261,377.00	-	261,377.00	261,377.00	-
Total Revenues	1,936,372.00	-	1,936,372.00	1,936,372.00	-
EXPENDITURES:					
Regular Debt Service:					
Redemption of Bond Principal	870,000.00		870,000.00	870,000.00	-
Bond Interest	318,709.00		318,709.00	318,708.76	(0.24)
Principal Payments - Lease Purchase	595,000.00		595,000.00	595,000.00	-
Interest Payments - Lease Purchase	152,663.00		152,663.00	152,662.50	(0.50)
Costs of Issuance - Sale of Refunding Bonds	-		-	-	-
Total Regular Debt Service	1,936,372.00	-	1,936,372.00	1,936,371.26	(0.74)
Total expenditures	1,936,372.00	-	1,936,372.00	1,936,371.26	(0.74)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	0.74	0.74
Other Financing Sources:					
Refunding Bonds proceeds					-
Refunding Bonds Premium					-
Payment to Bond Escrow Agent					-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	0.74	0.74
Fund Balance, July 1	81,568.86		81,568.86	81,568.86	
Fund Balance, June 30	81,568.86	-	81,568.86	81,569.60	0.74
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	$ -	$ -	$ -	$ 0.74	$ 0.74

STATISTICAL SECTION

SECTION – J

Financial Trends

EDISON BOARD OF EDUCATION
NET POSITION BY COMPONENTS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-1

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities										
Invested in capital assets, net of related debt	$ 42,081,441	$ 49,877,992	$ 60,674,100	$ 70,416,288	$ 72,584,411	$ 73,381,263	$ 74,719,690	$ 76,110,884	$ 81,142,921	$ 88,724,307
Restricted	393,180	1,304,032	543,314	235,111	217,687	219,603	3,153,425	9,565,787	4,036,225	5,934,671
Unrestricted	(1,135)	982,351	239,233	(1,967,985)	(2,114,619)	(3,562,058)	(1,742,689)	622,861	6,112,464	4,882,021
Total governmental activities net assets	$ 42,473,486	$ 52,164,375	$ 61,456,647	$ 68,683,414	$ 70,687,478	$ 70,038,809	$ 76,130,427	$ 86,299,532	$ 91,291,611	$ 99,540,999
Business-type activities										
Invested in capital assets, net of related debt	$ 181,028	$ 155,284	$ 129,540	$ 145,867	$ 98,038	$ 68,880	$ 22,287	$ 91,569	$ 81,007	$ 77,235
Restricted			-	-	-	-				
Unrestricted	(124,321)	(92,224)	(101,506)	(42,413)	(58,606)	(2,736)	180,256	294,214	225,462	144,660
Total business-type activities net assets	$ 56,707	$ 63,060	$ 28,034	$ 103,455	$ 39,432	$ 66,145	$ 202,544	$ 385,783	$ 306,468	$ 221,895
District-wide										
Invested in capital assets, net of related debt	$ 42,262,469	$ 50,033,276	$ 60,803,640	$ 70,562,155	$ 72,682,449	$ 73,450,144	$ 74,741,978	$ 76,202,453	$ 81,223,928	$ 88,801,542
Restricted	393,180	1,304,032	543,314	235,111	217,687	219,603	3,153,425	9,565,787	4,036,225	5,934,671
Unrestricted	(125,456)	890,126	137,727	(2,010,397)	(2,173,225)	(3,564,793)	(1,562,433)	917,075	6,337,926	5,026,681
Total district net position	$ 42,530,193	$ 52,227,435	$ 61,484,680	$ 68,786,868	$ 70,726,910	$ 70,104,954	$ 76,332,971	$ 86,685,315	$ 91,598,079	$ 99,762,894

Source: CAFR Scehdule A-1

EDISON BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-2

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
EXPENSES										
Governmental Activities										
Instruction										
Regular	$ 62,115,461	$ 62,719,657	$ 67,102,624	$ 70,331,997	$ 70,984,016	$ 75,406,051	$ 82,441,905	$ 75,824,065	$ 77,501,977	$ 79,340,121
Special Education	12,572,101	14,582,768	15,241,573	15,880,809	16,934,353	19,252,012	20,464,766	22,483,000	20,533,556	20,918,581
Other Special Instruction	1,468,928	1,324,917	1,299,127	1,299,008	1,662,809	1,619,937	1,524,609	1,507,743	1,617,027	1,365,947
Other Instruction	1,717,466	1,711,888	1,799,313	1,784,560	1,614,954	1,727,015	1,710,445	1,480,696	1,788,852	1,895,474
Adult/ continuing education programs	296,946	313,643	310,682	343,223	180,880	179,591	202,806			
Support Services										
Tuition	8,766,093	8,597,648	9,023,830	12,907,563	12,912,889	11,589,931	10,905,647	10,462,183	10,463,006	11,886,418
Student & Instruction Related Services	14,974,310	16,161,892	16,666,372	17,468,083	20,632,823	22,500,053	19,844,347	21,848,881	23,598,078	24,378,565
School Administrative Services	5,444,518	5,448,715	5,428,218	5,746,113	5,378,174	5,162,077	5,589,170	4,248,634	6,292,457	6,545,514
General & Business Administrative Services	3,917,202	4,125,721	3,976,282	4,479,794	4,769,443	4,633,764	5,002,774	5,071,594	5,520,361	5,822,925
Plant Operations and Maintenance	13,674,853	14,292,929	14,482,894	16,015,468	16,150,566	16,744,414	16,340,315	15,628,152	15,970,556	16,228,439
Pupil Transportation	7,341,390	7,123,519	7,242,723	9,243,992	9,529,692	10,459,101	9,450,453	8,714,374	9,477,918	9,722,794
Unallocated Benefits	31,159,373	34,638,589	39,810,480	42,316,480	44,410,510	38,438,332	40,487,589	43,631,352	49,696,265	50,598,631
Special Schools	159,003	141,044	141,932	141,063	197,102	164,716	173,178	178,176	283,557	347,500
Charter Schools										
Interest on Long-Term Debt	1,006,836	971,562	905,110	871,006	797,171	750,169	644,116	687,456	492,801	460,308
Other related capital assets and debt (net)	777,921									(2,688,062)
Unallocated Depreciation & Amortization	439,454	561,421	513,245	589,587	358,415	837,601	698,313	1,073,275	726,878	888,895
Capital Outlay										
Total Governmental Activities	165,831,855	172,715,915	183,944,403	199,418,747	206,513,798	209,464,763	215,480,434	212,839,581	223,963,288	227,712,048
Business-Type Activities:										
Food Service	3,116,258	3,320,321	3,325,413	3,440,533	3,682,840	3,680,889	3,737,016	3,726,627	4,400,187	4,614,168
Child Care										
Total Business-Type Activities	3,116,258	3,320,321	3,325,413	3,440,533	3,682,840	3,680,889	3,737,016	3,726,627	4,400,187	4,614,168
Total Primary Government Expenses	$ 168,948,112	$ 176,036,236	$ 187,269,816	$ 202,859,280	$ 210,196,638	$ 213,145,652	$ 219,217,450	$ 216,566,208	$ 228,363,475	$ 232,326,216
Program Revenues										
Governmental Activities										
Charges for Services										
Instruction (tuition)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Pupil Transportation										
Unallocated Benefits	11,225,025	11,927,496	13,849,225	20,310,280	20,751,763	13,916,640	14,480,226	14,668,932	18,296,710	22,567,903
Business and Other Support Services										
Operating Grants and Contributions										
Interest on Long-Term Debt	349,982	343,217	143,460	332,597	328,075	325,093	319,524	267,789	545,590	261,377
Capital Grants and Contributions										
Total Governmental Activities Program Revenues	11,575,007	12,270,713	13,992,685	20,642,877	21,079,838	14,241,733	14,799,750	14,936,721	18,842,300	22,829,280
Business-Type Activities										
Charges for Services										
Food Service	2,521,516	2,668,026	2,538,913	2,669,602	2,653,899	2,722,751	2,636,635	2,656,156	2,744,292	2,563,961
Child Care										
Operating Grants and Contributions	607,771	658,648	751,474	846,352	964,919	979,546	1,229,284	1,250,622	1,576,360	1,965,376
Capital Grants and Contributions										
Total Business Type Activities Program Revenues	3,129,288	3,326,674	3,290,387	3,515,954	3,618,818	3,702,297	3,865,919	3,906,778	4,320,652	4,529,338
Total District Program Revenues	$ 14,704,295	$ 15,597,386	$ 17,283,072	$ 24,158,832	$ 24,698,656	$ 17,944,030	$ 18,665,669	$ 18,843,499	$ 23,162,952	$ 27,358,618
Net (Expense)/Revenue										
Governmental Activities	$ (154,256,848)	$ (160,445,202)	$ (169,951,718)	$ (178,775,869)	$ (185,433,960)	$ (195,223,030)	$ (200,680,684)	$ (197,902,860)	$ (205,120,987)	$ (204,882,768)
Business-Type Activities	13,030	6,353	(35,026)	75,421	(64,022)	21,408	128,903	180,151	(79,536)	(84,830)
Total District-Wide Net Expense	$ (154,243,818)	$ (160,438,850)	$ (169,986,744)	$ (178,700,449)	$ (185,497,982)	$ (195,201,622)	$ (200,551,781)	$ (197,722,709)	$ (205,200,523)	$ (204,967,598)

EDISON BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-2

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Revenues and Other Changes in Net Assets										
Governmental Activities										
Property Taxes, Levied for General Purposes, Net	$ 138,070,813	$ 144,765,536	$ 151,165,612	$ 158,946,183	162,393,143	168,982,638	174,745,531	183,239,782	186,903,983	186,560,713
Taxes Levied for Debt Service	2,113,495	1,533,748	2,113,100	1,753,245	1,733,711	1,726,306	1,688,900	1,841,249	1,387,738	1,674,995
Unrestricted Grants and Contributions	16,308,942	14,663,087	18,115,301	16,288,896	14,602,823	16,211,061	19,475,906	11,952,014	14,908,375	16,949,425
Restricted Grants and Contributions	5,619,737	7,853,862	5,981,175	6,139,714	6,345,413	5,638,462	9,110,623	8,605,642	5,510,649	5,794,819
Tuition Received	149,376	100,448	71,508	295,962	85,997	173,477	169,794	240,243	357,727	729,781
Investment earnings										
Miscellaneous Income	1,689,766	1,371,772	1,882,428	2,635,417	2,353,400	1,706,264	1,577,987	2,114,294	1,264,921	1,733,559
Special Item(s) - Prior Year Adjustments - Net	(38,984)					171,026	53,925	205,875	(3,307)	132,266
Transfers	(912,114)	(152,362)	(85,134)	(56,781)	(76,463)	(34,873)	(50,363)	(127,134)	(217,020)	(443,401)
Total Governmental Activities	163,001,030	170,136,091	179,243,990	186,002,636	187,438,024	194,574,361	206,772,302	208,071,965	210,113,066	213,132,157
Business-Type Activities										
Miscellaneous Income						5,305	7,496	3,088	222	-
Transfers										
Total Business-Type Activities	-	-	-	-	-	5,305	7,496	3,088	222	-
Total Primary Government	$ 163,001,030	$ 170,136,091	$ 179,243,990	$ 186,002,636	$ 187,438,024	$ 194,579,665	$ 206,779,798	$ 208,075,053	$ 210,113,287	$ 213,132,157
Change in Net Position										
Governmental Activities	$ 8,744,183	$ 9,690,889	$ 9,292,272	$ 7,226,767	$ 2,004,064	$ (648,669)	$ 6,091,618	$ 10,169,105	$ 4,992,078	$ 8,249,389
Business-Type Activities	13,030	6,353	(35,026)	75,421	(64,022)	26,712	136,399	183,239	(79,314)	(84,830)
Total District	$ 8,757,212	$ 9,697,242	$ 9,257,246	$ 7,302,188	$ 1,940,042	$ (621,957)	$ 6,228,017	$ 10,352,344	$ 4,912,764	$ 8,164,559

Source: CAFR Schedule A-2

EDISON BOARD OF EDUCATION
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved:	$ 500	$ 358,128	$ 658,885	$ 210,442	$ 217,687	$ 219,603	$ 222,356	$ 4,199,364	$ 2,938,867	$ 5,075,951
Unreserved:	1,598,566	3,055,728	2,321,879	1,108,457	646,307	(1,254,761)	(449,387)	3,117,979	8,733,763	6,956,488
Total General Fund	$ 1,599,066	$ 3,413,856	$ 2,980,764	$ 1,318,899	$ 863,994	$ (1,035,158)	$ (227,031)	$ 7,317,343	$ 11,672,629	$ 12,032,439
All Other Governmental Funds										
Reserved:		$ 1,562,993	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved, Reported In:										
Special Revenue Fund	(12,501)	(12,574)	(13,132)	(13,132)	(13,132)					
Capital Projects Fund	315,871	(259,461)	542,362	23,881			2,931,070	3,346,589	1,161,762	465,937
Debt Service Fund	76,809		452	787	9,344	9,009	12,217	131,470	81,569	81,570
Total All Other Governmental Funds	$ 380,179	$ 1,290,958	$ 529,682	$ 11,536	$ (3,788)	$ 9,009	$ 2,943,286	$ 3,478,059	$ 1,243,331	$ 547,507

Source: CAFR Schedule B-1

EDISON BOARD OF EDUCATION
CHANGES IN FUND BALANACES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

Exhibit J-4

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Tax levy	$ 140,184,308	$ 146,299,284	$ 153,278,712	$ 160,699,428	$ 164,126,854	$ 170,708,944	$ 176,434,431	$ 185,081,031	$ 188,291,721	$ 188,235,708
Tuition charges	149,376	100,448	71,508	295,962	85,997	173,477	169,794	240,243	357,727	729,781
Local charges										
Transportation charges			-	-		611,952	602,375	923,819	773,676	797,137
Miscellaneous	1,689,766	1,371,772	1,882,428	2,635,417	2,353,400	1,012,843	915,704	1,119,750	418,049	839,386
Financing sources										5,000,000
Local sources						81,469	59,908	70,725	73,196	97,036
State sources	29,856,544	30,165,331	33,664,179	38,343,929	37,778,955	31,740,750	37,019,157	28,782,598	33,905,359	40,457,534
Federal sources	3,647,141	4,622,330	4,424,982	4,727,559	4,249,118	4,350,506	7,188,400	6,443,990	5,355,965	5,115,991
Total revenue	175,527,135	182,559,166	193,321,809	206,702,295	208,594,325	208,679,941	222,389,768	222,662,156	229,175,693	241,272,572
Expenditures										
Instruction										
Regular Instruction	60,418,030	61,115,855	65,455,814	68,748,445	69,856,563	72,041,253	79,290,847	71,933,736	74,684,942	76,044,909
Special education instruction	12,572,101	14,582,768	15,241,573	15,880,809	16,934,353	19,252,012	20,464,766	22,483,000	20,533,556	20,918,581
Other special instruction	1,468,928	1,324,917	1,299,127	1,299,008	1,662,809	1,619,937	1,524,609	1,507,743	1,617,027	1,365,947
Vocational education										
Other instruction	1,717,466	1,711,888	1,799,313	1,784,560	1,614,954	1,727,015	1,710,445	1,480,696	1,788,852	1,895,474
Nonpublic school programs										
Adult/continuing education	296,946	313,643	310,682	343,223	180,880	179,591	202,806			
Support Services:										
Tuition	8,766,093	8,597,648	9,023,830	12,907,563	12,912,889	11,589,931	10,905,647	10,462,183	10,463,006	11,886,418
Student & inst. related services	14,974,310	16,161,892	16,666,372	17,468,083	20,632,823	22,500,053	19,844,347	21,848,881	23,598,078	24,378,565
General administration										
School administrative services	5,444,518	5,581,384	5,636,851	5,714,907	5,946,655	6,037,172	6,190,225	5,959,370	6,263,586	6,545,514
Other administrative services	3,917,202	4,258,390	4,184,915	4,479,794	4,769,443	4,633,764	5,002,774	5,071,594	5,520,361	5,822,925
Central services										
Admin. information technology										
Plant operations and maintenance	13,674,853	14,292,929	14,482,894	16,015,468	16,150,566	16,744,414	16,340,315	15,628,152	15,970,556	16,228,439
Pupil transportation	7,341,390	7,123,519	7,242,723	9,243,992	9,529,692	10,459,101	9,450,453	8,714,374	9,477,918	9,722,794
Unallocated Benefits						37,901,126	39,913,850	41,943,194	47,661,928	51,603,300
Other Support Services										
Employee benefits	31,159,373	33,361,073	38,912,133	41,006,714	43,015,212					
Food Sevice										
Special Schools	159,003	141,044	141,932	141,063	197,102	164,716	173,178	178,176	283,557	347,500
Charter Schools										
Capital outlay	8,774,531	7,938,948	13,004,197	12,158,928	1,994,027	2,633,843	8,889,096	3,219,906	7,021,558	12,621,651
Debt service:										
Principal	1,270,000	1,340,000	1,395,000	1,205,000	1,235,000	1,280,000	1,375,000	1,395,000	1,435,000	1,465,000
Interest and other charges	1,117,244	999,031	937,684	880,506	818,229	771,734	630,216	687,221	548,229	471,371
Total expenditures	173,071,988	178,844,930	195,735,040	209,278,063	207,451,198	209,535,662	221,908,576	212,513,226	226,868,152	241,318,388
Excess (Deficiency) of revenues over (under) expenditures	2,455,148	3,714,236	(2,413,231)	(2,575,768)	1,143,127	(855,721)	481,192	10,148,930	2,307,541	(45,815)
Other Financing sources (uses)										
Refunding Bonds proceeds			-	1,000,000				4,995,000		
Payment to Bond Escrow Agent								(5,185,309)		
Lease Purchases			-	-			4,975,048			
Capital leases (non-budgeted)	168,995		2,440,151	467,013	33,229		318,880	59,045	33,345	20,936
Spec. Education Extraordinary Aid Recovery								(164,522)		
Debt Service Aid Adjustment								(119,252)	(69,351)	-
Transfer-Out- Workers Compensation			-	-	(1,570,122)	(1,166,786)	(1,215,000)	(2,300,000)		
Prior Year Accounts Receivable/ Payables Adjusted - Net			-	-					66,044	132,266
						171,026	53,925	489,649		
Transfers in			-	-						
Transfers out	(1,291,915)	(917,577)	(1,221,289)	(1,071,255)	(76,463)	(34,873)	(50,363)	(127,134)	(217,020)	(443,401)
Adjustments (net) - Special Rev. Fund		(71,090)								
Total other financing sources (uses)	(1,122,920)	(988,667)	1,218,862	395,758	(1,613,357)	(1,030,633)	4,082,490	(2,352,524)	(186,982)	(290,199)
Special Item										
Cancellation of Accrued Liability	-	-	-	-	-	-	-	-	-	-
Deferred Revenue Adjustment	-	-	-	-	-	-	(821,278)			
Total special item	-	-	-	-	-	-	(821,278)	-	-	-
Net change in fund balances	$ 1,332,228	$ 2,725,569	$ (1,194,369)	$ (2,180,010)	$ (470,230)	$ (1,886,354)	$ 3,742,404	$ 7,796,407	$ 2,120,559	$ (336,015)
Debt service as a percentage of noncapital expenditures	1.45%	1.37%	1.28%	1.06%	1.00%	0.99%	0.94%	0.99%	0.90%	0.85%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.
Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.
Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

EDISON BOARD OF EDUCATION
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-5

(modified accrual basis of accounting)

Fiscal Year Ending June 30,	Tuition	Interest on Investments	Adult Education Fees	Miscellaneous	Building Use Fees	Annual Totals
2004	$ 149,376	$ 52,667	$ 260,417	$ 1,163,412	$ -	$ 1,625,871
2005	100,448	196,350	270,178	699,192	-	1,266,169
2006	39,457	387,700	264,533	666,261	-	1,357,950
2007	153,164	840,525	235,242	514,842	-	1,743,773
2008	85,997	364,838	235,648	63,475	718,790	1,468,748
2009	173,477	226,840	295,108	224,328	266,567	1,186,320
2010	169,794	69,895		619,360	223,696	1,082,745
2011	240,243	69,051		1,046,252		1,355,547
2012	357,727	51,588		1,140,136		1,549,451
2013	729,781	76,734		1,559,789		2,366,304

Source: District records

Revenue Capacity

EDISON BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities [a]	Net Valuation Taxable	Estimated Actual (County Equalized Value)	Total Direct School Tax Rate [b]
2004	$ 129,265,100	$ 4,180,499,515	$ -	$ 19,200	$ 1,127,101,200	$ 1,313,984,300	$ 477,497,800	$ 7,228,367,115	$ 43,247,200	$ 15,021,082	$ 7,243,388,197	$ 9,442,560,549	2.001
2005	170,124,500	4,245,761,400	-	22,200	1,133,600,900	1,279,202,000	467,037,800	7,295,748,800	33,453,600	13,879,342	7,309,628,142	9,528,911,670	2.080
2006	173,295,900	4,248,390,800	-	15,000	1,124,622,700	1,275,084,300	470,403,300	7,291,812,000	30,261,900	11,314,357	7,303,126,357	9,520,435,871	2.171
2007	167,916,500	4,322,860,900	-	14,600	1,105,731,700	1,278,726,600	454,295,000	7,329,545,300	22,306,700	10,345,995	7,339,891,295	9,568,363,049	2.231
2008	168,454,100	4,359,806,200	-	14,600	1,113,955,400	1,259,429,800	456,944,900	7,358,605,000	14,718,400	9,754,893	7,368,359,893	9,605,475,027	2.289
2009	167,522,800	4,418,880,900	-	14,600	1,106,888,800	1,178,035,800	455,797,600	7,327,140,500	11,248,200	9,519,148	7,336,659,648	9,564,150,239	2.383
2010	154,149,100	4,453,710,400	-	21,500	1,095,414,700	1,162,540,900	430,375,500	7,296,212,100	6,938,400	9,353,760	7,305,565,860	9,523,616,034	2.490
2011	143,814,100	4,470,058,100	-	21,500	1,078,068,700	995,247,500	418,501,300	7,105,711,200	2,602,700	8,539,091	7,114,250,291	9,274,214,954	2.625
2012	139,055,500	4,484,044,000	-	21,500	1,091,939,000	946,466,000	385,957,000	7,047,483,000	2,602,700	8,894,673	7,056,377,673	9,198,771,572	2.668
2013	130,070,200	4,492,524,800	-	21,500	1,076,715,300	904,392,300	385,687,000	6,989,411,100	2,602,700	8,475,734	6,997,886,834	9,122,522,271	2.668

Source: Middlesex County Abstract of Ratables

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per $100

EDISON BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-7

(rate per $100 of assessed value)

	EDISON SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATE		
Fiscal Year Ended June 30	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Town of Edison	Middlesex County	Total Direct and Overlapping Tax Rate
2004*	1.986	0.015	2.001	0.735	0.460	3.196
2005*	2.070	0.010	2.080	0.774	0.440	3.294
2006*	2.159	0.012	2.171	0.906	0.513	3.590
2007*	2.220	0.011	2.231	0.948	0.541	3.720
2008*	2.279	0.010	2.289	1.054	0.602	3.945
2009*	2.375	0.008	2.383	1.102	0.643	4.128
2010*	2.483	0.007	2.490	1.102	0.647	4.239
2011*	2.608	0.017	2.625	1.114	0.722	4.461
2012*	2.620	0.048	2.668	1.128	0.733	4.529
2013*	2.625	0.043	2.668	1.126	0.687	4.481

Source: District Records and Middlesex County Abstract of Ratables

* Middlesex County - Includes County Open Space Recreation & Historic Preservation for years 2003 and subsequent.

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

EDISON BOARD OF EDUCATION
PRINCIPAL PROPERTY TAXPAYERS
CURRENT AND TEN YEARS AGO
UNAUDITED

Exhibit J-8

Taxpayer	YEAR ENDED JUNE 30, 2013 Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	YEAR ENDED JUNE. 30, 2003 Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
ISAAC HELLER	$ 149,116,100	1	2.13%	$ 232,392,800	1	3.22%
SHOPPING CTR. ASSOC. (MENLO PK.)	143,882,400	2	2.06%	143,789,200	3	1.99%
CENTER REALTY/FED. STORAGE WHSE.	143,618,500	3	2.05%	196,086,200	2	2.72%
GARDEN STATE BLDGS./RARITAN PLAZA	86,399,800	4	1.24%	131,566,100	4	1.82%
NEW YORK TIMES CO.				86,952,700	6	1.21%
COOPER ASSOCIATES	59,362,200	5	0.85%	87,950,900	5	1.22%
KTR EDISON,LLC	48,226,500	6	0.69%	55,500,000	7	0.77%
DURHAM WOODS ASSOC.	47,764,500	7	0.68%	48,140,900	8	0.67%
FORD MORTOR COMPANY						
PROLOGIS/SECURITY CAPITAL TRUST	42,928,600	8	0.61%			
EDISON CENTER ASSOC.	36,744,800	9	0.53%			
BLUEBERRY VILLAGE/EDISON VILLAGE	35,368,700	10	0.51%			
HARTZ MOUNTAIN	34,491,500	11	0.49%	27,405,200	15	0.38%
MARGATE TENNANTS CORP.	32,864,000	12	0.47%	36,370,000	11	0.50%
PSE&G	30,226,900	13	0.43%	44,757,300	9	0.62%
KEYSTONE NJ ASSOC				37,844,500	10	0.52%
RIVENDELL	29,228,400	14	0.42%	32,864,000	12	0.46%
MORRIS ASSOCIATES	29,022,900	15	0.42%	29,109,000	13	0.40%
TORSIELLO ASSOC.	26,808,900	16	0.38%	23,088,700	20	0.32%
MILBROOK GARDENS	20,431,800	17	0.29%	28,549,000	14	0.40%
OTR ASSOCIATES	19,164,900	18	0.27%			
OXFORD ARMS	18,309,700	19	0.26%			
MOBIL OIL				24,066,000	19	0.33%
WCI-WESTINGHOUSE				24,500,000	18	0.34%
EDISON WOODS	17,995,300	20	0.26%	25,926,800	17	0.36%
STARWOOD HELLER				26,334,500	16	0.37%
TOTAL	$ 1,051,956,400		15.05%	$ 1,343,193,800		18.62%

EDISON BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy[a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2004	$ 140,184,308	$ 140,184,308	100.00%	-
2005	146,299,284	146,299,284	100.00%	-
2006	158,446,245	158,446,245	100.00%	-
2007	160,699,428	160,699,428	100.00%	-
2008	164,126,854	164,126,854	100.00%	-
2009	170,708,944	170,708,944	100.00%	-
2010	177,369,377	177,369,377	100.00%	-
2011	185,081,031	185,081,031	100.00%	-
2012	188,291,721	188,291,721	100.00%	-
2013	188,235,708	188,235,708	100.00%	-

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

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

Debt Capacity

EDISON BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-10

	Governmental Activities						Business-Type Activities			
Fiscal Year Ended June 30,	Type I General Obligation Bonds	Type II General Obligation Bonds	Certificates of Participation	Lease Purchase Agreements	Capital Leases *	Bond Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income	Per Capita
2004	$ 7,695,000	$ 15,862,000		$ 9,332,753	$ 1,032,214			$ 33,921,967	0.866%	855
2005	6,595,000	14,912,000		8,231,491	649,031			30,387,522	0.751%	744
2006	5,495,000	13,932,000		7,057,977	2,461,186			28,946,163	0.667%	655
2007	4,395,000	13,157,000		7,495,000	2,283,246			27,330,246	0.589%	582
2008	3,295,000	12,372,000		6,845,000	1,705,311			24,217,311	0.493%	490
2009	2,195,000	11,567,000		6,170,000	929,935			20,861,935	0.446%	445
2010	1,095,000	10,747,000		10,600,048	318,880			22,760,928	0.471%	472
2011		9,820,000		9,335,000	298,205			19,453,205	NA	NA
2012		8,970,000		7,497,000	233,048			16,700,048	NA	NA
2013		8,100,000		10,806,000	154,843			19,060,843	NA	NA

Source: District CAFR Schedules I-1

* Includes Principal and interest requirements

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

EDISON BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-11

Fiscal Year Ended June 30,	GENERAL BONDED DEBT OUTSTANDING					
	Type I General Obligation Bonds	Type II General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2004	$ 7,695,000	$ 15,862,000	$ -	$ 23,557,000	0.33%	594
2005	6,595,000	14,912,000	-	21,507,000	0.29%	527
2006	5,495,000	13,932,000	-	19,427,000	0.27%	439
2007	4,395,000	13,157,000	-	17,552,000	0.24%	374
2008	3,295,000	12,372,000	-	15,667,000	0.21%	317
2009	2,195,000	11,567,000	-	13,762,000	0.19%	293
2010	1,095,000	10,747,000	-	11,842,000	0.16%	245
2011		9,820,000	-	9,820,000	0.14%	N/A
2012		8,970,000	-	8,970,000	0.13%	N/A
2013		8,100,000	-	8,100,000	0.12%	N/A

Source: Township of Edison Tax Assessor
District Records

a See Exhibit J-6 for Property Tax Data
b See Exhibit J-14 for Population Data

EDISON BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2013
UNAUDITED

Exhibit J-12

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]		Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes				
Town of Edison	100,375,498	100.000%		100,375,498
Other Debt				
County of Middlesex - Statutory Debt Township's Share	652,464,901	14.4880%	94,529,115	
				94,529,115
Subtotal Overlapping Debt				194,904,613
Net Direct Debt of School District				
Edison Township School District General Bond			8,100,000	
Edison Township School District Lease Purchase			10,806,000	
Edison Township School District Capital Lease			154,843	
				19,060,843
Total Direct and Overlapping Debt				$ 213,965,456

Sources: 2012 Annual Debt Statement of Township of Edison, Edison Township Finance Office, 2012 Annual Debt Statement of the County of Middlesex.

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

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

EDISON BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2012		**Equalized Valuation Basis**
	2010	15,721,206,741
	2011	14,846,868,366
	2012	14,066,832,335
	[A]	$ 44,634,907,442
Avg Equalized Valuation of Taxable Property	**[A/3]**	$ 14,878,302,481
School Borrowing Margin (4%)	**[B]**	595,132,099
Net Bonded School Debt	**[C]**	8,100,000
Legal Debt Margin	**[B-C]**	$ 587,032,099

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt Limit	$ 368,561,235	$ 403,919,575	$ 448,453,905	$ 498,173,394	$ 555,497,840	$ 602,963,416	$ 634,040,943	$ 638,649,124	$ 622,336,277	$ 595,132,099
Total Net Debt Applicable to Limit	27,448,000	$ 24,507,000	23,451,163	21,443,000	22,512,000	19,932,000	21,665,928	19,453,205	16,700,048	8,100,000
Legal Debt Margin	$ 341,113,235	$ 379,412,575	$ 425,002,742	$ 476,730,394	$ 532,985,840	$ 583,031,416	$ 612,375,015	$ 619,195,919	$ 605,636,229	$ 587,032,099
Total Net Debt Applicable To The Limit As A Percentage Of Debt Limit	7.45%	6.07%	5.23%	4.30%	4.05%	3.31%	3.42%	3.05%	2.68%	1.36%

Source: 2011 Annual Debt Statement of the Township of Edison

Demographic and Economic Information

EDISON BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-14

Year	Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2003	98,711	$ 3,824,557,695	38,745 [R]	4.80%
2004	98,766	3,916,960,794	39,659 [R]	4.00%
2005	99,048	4,043,733,648	40,826 [R]	3.50%
2006	98,137	4,338,047,948	44,204 [R]	3.60%
2007	98,756	4,640,643,196	46,991 [R]	3.10%
2008	99,220	4,907,818,080	49,464 [R]	4.10%
2009	99,736	4,678,815,232	46,912 [R]	7.30%
2010	100,082	4,829,556,992	48,256	7.30%
2011	100,368	N/A	N/A	7.00%
2012	100,886	N/A	N/A	7.00%

Source:

[a] Population information provided by US Bureau of Census, Population Division - Estimates

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

[c] Per Capita Data represents County of Middlesex available through 2010

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

[R] Revised

EDISON BOARD OF EDUCATION
PRINCIPAL EMPLOYERS
CURRENT AND SIX YEARS AGO
UNAUDITED

Exhibit J-15

	2013			2006		
Employer	**Employees**	**Rank (Optional)**	**Percentage of Total Employment**	**Employees**	**Rank (Optional)**	**Percentage of Total Employment**
MIDDLESEX COUNTY COLLEGE	N/A	1	N/A	1,500	1	2.81%
NY TIMES	N/A	2	N/A	1,000	2	1.87%
JFK MEDICAL CENTER	N/A	3	N/A	650	3	1.22%
DR. LEONARD'S HEALTHCARE	N/A	4	N/A	600	4	1.12%
WAKEFERN	N/A	5	N/A	400	5	0.75%
K. HOVANIAN HOMES	N/A	6	N/A	300	6	0.56%
ITC	N/A	7	N/A	300	7	0.56%
VICTORIA CLASSICS	N/A	8	N/A	240	8	0.45%
EDISON POST OFFICE	N/A	9	N/A	240	9	0.45%
AUTOMATIC DISTRIBUTION SYSTEM	N/A	10	N/A	225	10	0.42%
CARDINAL HEALTH	N/A	11	N/A	216	11	0.40%
AMPER, POLITZINER & MATTIA	N/A	12	N/A	200	12	0.37%
YMCA	N/A	13	N/A	200	13	0.37%
EDISON JOB CORPS ACADEMY	N/A	14	N/A	180	14	0.34%
HORIBA JOBIN YVON, INC	N/A	15	N/A	175	15	0.33%
FRANCO MANUFACTURING	N/A	16	N/A	135	16	0.25%
CLARION HOTEL & TOWERS	N/A	17	N/A	130	17	0.24%
EXXON MOBIL	N/A	18	N/A	123	18	0.23%
SHERATON EDISON	N/A	19	N/A	112	19	0.21%
BOSELL EDISON	N/A	20	N/A	102	20	0.19%
	-		-	7,028		13.18%

Source: Township of Edison Chamber of Commerce

Historical Data Not Available

Operating Information

EDISON BOARD OF EDUCATION
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-16

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Instruction										
Teachers	867	890	899	917	902	927	931	854	880	888
Special Education	182	189	194	204	211	223	231	218	224	224
Other Special Education	19	22	23	25	26	28	28	28	28	28
Classroom Aides	124	141	141	140	127	138	137	137	138	138
Vocational	-	-	-	-	-	-	-	-	-	-
Other Instruction	19	19	18	17	19	19	19	18	14	14
Nonpublic School Programs	-	-	-	-	-	-	-	-	-	-
Adult/Continuing Education Programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition										
Student & Instruction Related Services	158	163	165	170	175	178	178	160	163	166
General Administrative Services	14	14	13	13	14	14	14	13	12	10
School Administrative Services	81	83	83	84	84	84	85	79	80	80
Other Administrative Services	16	16	16	16	15	15	15	16	16	18
Admin Info Technology Services	3	3	3	1	1	3	5	5	9	10
Plant Operations and Maintenance	137	137	137	139	140	141	141	136	139	138
Pupil Transportation	22	28	31	31	39	39	42	43	43	43
Other Support Services	2	2	2	2	2	2	2	2	2	2
Total	1,644	1,707	1,725	1,759	1,755	1,811	1,828	1,709	1,748	1,759

Source: District Personnel Records

EDISON BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-17

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil	Percentage Change	Teaching Staff [b]	Pupil/Teacher Ratio: Elementary	Pupil/Teacher Ratio: Middle School	Pupil/Teacher Ratio: High School	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2003-04	13,633	162,101,649	11,890	11.80%	1,264	23:1	24:1	24:1	13,066	12,589	1.96%	96.35%
2004-05	13,867	171,893,761	12,396	4.25%	1,279	24:1	24:1	25:1	13,554	13,014	3.73%	96.02%
2005-06	13,931	174,411,718	12,520	5.30%	1,182	23:1	25:1	24:1	13,979	13,424	3.14%	96.03%
2006-07	14,123	188,977,174	13,381	7.95%	1,163	23:1	25:1	24:1	14,471	13,933	3.52%	96.28%
2007-08	14,162	197,007,549	13,911	11.11%	1,158	24:1	25:1	25:1	14,184	13,617	-1.98%	96.00%
2008-09	14,171	199,243,565	14,060	5.08%	1,197	23:1	24:1	25:1	14,130	13,578	-0.38%	96.09%
2009-10	14,382	203,340,721	14,139	1.64%	1,209	24:1	24:1	25:1	14,181	13,627	0.36%	96.09%
2010-11	14,332	209,293,320	14,603	3.86%	1,118	25:1	26:1	26:1	14,194	13,641	0.09%	96.10%
2011-12	14,496	217,863,366	15,029	6.30%	1,146	24:1	25:1	26:1	14,217	13,755	0.16%	96.75%
2012-13	14,475	227,390,365	15,709	7.57%	1,154	24:1	26:1	26:1	14,367	13,844	1.06%	96.36%

Sources: District Records

Note: Enrollment based on annual October district count.

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

EDISON BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-18

BUILDING	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
ELEMENTARY										
Benjamin Franklin (1960, 1965, 1990, 2003)										
Square Feet	52,696	52,696	52,696	52,696	52,696	52,696	52,696	52,696	52,696	52,696
Capacity (Students)	580	580	580	580	580	580	580	580	580	580
Enrollment	573	579	544	528	507	579	590	579	556	598
Early Learning Center (2004)										
Square Feet	7,297	7,297	7,297	7,297	7,297	7,297	7,297	7,297	7,297	7,297
Capacity (Students)	100	100	100	100	100	100	100	100	100	100
Enrollment	91	90	91	92	93	90	91	90	93	91
Franklin D. Roosevelt (1968)										
Square Feet	17,712	17,712	17,712	17,712	17,712	17,712	17,712	17,712	17,712	17,712
Capacity (Students)	150	150	150	150	150	150	150	150	150	150
Enrollment	109	105	108	111	104	108	105	103	101	103
James Madison Intermediate (1959, 1968)										
Square Feet	42,768	42,768	42,768	42,768	42,768	42,768	42,768	42,768	42,768	42,768
Capacity (Students)	540	540	540	540	540	540	540	540	540	540
Enrollment	506	499	516	529	478	555	550	560	602	605
James Madison Primary (1971, 1998, 2003)										
Square Feet	46,294	46,294	46,294	46,294	46,294	46,294	46,294	46,294	46,294	46,294
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	455	510	626	714	510	681	702	654	601	522
James Monroe (1962, 1973, 2003, 2004)										
Square Feet	41,100	41,100	41,100	41,100	41,100	41,100	41,100	41,100	41,100	41,100
Capacity (Students)	400	400	400	400	400	400	400	400	400	400
Enrollment	372	359	356	352	383	421	439	420	446	468
John Marshall (1961, 1990, 2003, 2007)										
Square Feet	42,632	42,632	42,632	42,632	62,617	62,617	62,617	62,617	62,617	62,617
Capacity (Students)	520	520	520	520	690	690	690	690	690	690
Enrollment	474	434	470	451	461	522	572	592	604	602
Lincoln (1951, 1956, 1962, 1972, 2003)										
Square Feet	55,315	55,315	55,315	55,315	55,315	55,315	55,315	55,315	55,315	55,315
Capacity (Students)	680	680	680	680	680	680	680	680	680	680
Enrollment	753	721	720	693	659	674	713	700	696	701
Lindeneau (1966, 1968, 2000, 2003, 2004)										
Square Feet	57,204	57,204	57,204	57,204	43,219	43,219	43,219	43,219	43,219	43,219
Capacity (Students)	560	560	560	560	450	450	450	450	450	450
Enrollment	527	535	560	562	480	506	487	465	453	447
Martin Luther King (1970, 1991, 2000)										
Square Feet	54,136	54,136	54,136	54,136	54,136	54,136	54,136	54,136	54,136	54,136
Capacity (Students)	620	620	620	620	620	620	620	620	620	620
Enrollment	498	523	572	572	535	565	603	578	563	586
Menlo Park (1962, 1965, 1991, 2003)										
Square Feet	54,601	54,601	54,601	54,601	54,601	54,601	54,601	54,601	54,601	54,601
Capacity (Students)	720	720	720	720	720	720	720	720	720	720
Enrollment	809	881	761	759	732	771	802	815	791	800
Washington (1952, 1958, 1972, 2003)										
Square Feet	56,410	56,410	56,410	56,410	56,410	56,410	56,410	56,410	56,410	56,410
Capacity (Students)	680	680	680	680	680	680	680	680	680	680
Enrollment	556	565	536	615	467	608	612	547	562	574
Woodbrook (1965, 1969, 2000, 2003)										
Square Feet	57,204	57,204	57,204	57,204	57,204	57,204	57,204	57,204	57,204	57,204
Capacity (Students)	700	700	700	700	700	700	700	700	700	700
Enrollment	629	735	757	765	750	770	852	861	880	915

BUILDING

EDISON BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-18

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
MIDDLE SCHOOLS										
Herbert Hoover (1967, 2000, 2007)										
Square Feet	125,325	125,325	125,325	125,325	132,625	132,625	132,625	132,625	132,625	132,625
Capacity (Students)	940	940	940	940	980	980	980	980	980	980
Enrollment	796	836	846	830	748	834	813	830	814	824
John Adams (1960, 2003)										
Square Feet	95,740	95,740	95,740	95,740	95,740	95,740	95,740	95,740	95,740	95,740
Capacity (Students)	920	920	920	920	920	920	920	920	920	920
Enrollment	762	761	804	813	717	765	732	769	803	843
Thomas Jefferson (1959, 1968, 2003)										
Square Feet	80,366	80,366	80,366	80,366	80,366	80,366	80,366	80,366	80,366	80,366
Capacity (Students)	770	770	770	770	770	770	770	770	770	770
Enrollment	691	743	776	786	676	734	718	780	718	730
Woodrow Wilson (1973, 2000)										
Square Feet	102,781	102,781	102,781	102,781	102,781	102,781	102,781	102,781	102,781	102,781
Capacity (Students)	900	900	900	900	900	900	900	900	900	900
Enrollment	783	739	789	802	724	828	861	843	898	922
BUILDING										
HIGH SCHOOL										
Edison (1954, 1962, 1986, 2000)										
Square Feet	233,811	233,811	233,811	233,811	233,811	233,811	233,811	233,811	233,811	233,811
Capacity (Students)	1,884	1,884	1,884	1,884	1,884	1,884	1,884	1,884	1,884	1,884
Enrollment	2,011	1,985	1,999	1,981	1,726	1,936	1,980	1,951	1,980	1,960
J.P. Stevens (1962, 1967, 1979, 1990, 2000, 2003, 2010)										
Square Feet	205,597	205,597	205,597	205,597	205,597	205,597	205,597	219,582	219,582	219,582
Capacity (Students)	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,160	2,160	2,160
Enrollment	2,217	2,232	2,136	2,135	2,001	2,124	2,134	2,246	2,160	2,151
OTHER										
Education Center (1962)										
Square Feet	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Capacity (Students)									-	-
Enrollment										
Grounds (1999)										
Square Feet	6,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000	12,000
Capacity (Students)									-	-
Enrollment										

SOURCE: DISTRICT RECORDS
NOTE: YEAR OF ORIGINAL CONSTRUCTION IS SHOWN IN PARENTHESES FOLLOWING THE NAME OF THE BUILDING. DATES, IF ANY FOR A SUBSEQUENT ADDITION ALSO FOLLOWS IN PARENTHESES.

Number of Schools at June 30, 2013
Elementary = 13
Middle = 4
High School = 2
Other = 2

EDISON BOARD OF EDUCATION
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-19

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

School Facilities	Project # (s)	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Lincoln Elementary	N/A	$ 112,002	$ 114,440	$ 107,657	$ 125,361	$ 116,132	$ 157,561	$ 150,060	$ 115,622	$ 146,743	$ 119,080
Washington Elementary	N/A	114,219	121,810	96,948	123,304	173,831	127,701	179,475	122,574	99,158	112,296
Madison Intermediate	N/A	86,597	92,900	63,423	97,614	112,682	174,587	168,745	97,730	94,510	134,739
Ben Franklin Elementary	N/A	106,699	108,606	99,031	86,870	96,364	127,607	107,822	100,981	84,520	98,072
Marshall Elementary	N/A	126,787	132,730	109,290	123,911	206,843	179,257	149,538	74,784	85,178	94,136
Menlo Park Elementary	N/A	110,556	92,290	88,066	95,642	126,256	102,108	106,311	113,698	103,334	109,916
Monroe Elementary	N/A	83,219	93,213	67,042	82,343	84,996	73,850	82,497	80,096	71,434	97,693
Lindeneau Elementary	N/A	87,510	78,197	94,529	158,292	121,372	105,024	107,713	87,782	79,021	104,103
Woodbrook Elementary	N/A	115,827	125,039	102,995	130,452	116,182	113,119	103,520	121,692	120,612	97,488
M.L. King Elementary	N/A	109,615	110,514	84,693	105,887	116,536	99,563	104,784	95,660	94,114	100,287
Madison Primary	N/A	93,736	90,736	83,874	127,671	144,650	125,491	121,849	128,897	116,656	97,831
Herbert Hoover Middle	N/A	268,539	235,288	216,820	197,425	261,024	245,712	220,592	232,014	216,577	201,806
John Adams Middle	N/A	193,854	212,566	164,051	182,546	197,128	182,895	188,385	191,056	195,708	186,972
Thomas Jefferson Middle	N/A	162,725	195,086	168,245	125,756	182,048	159,065	279,049	154,723	173,951	223,306
Woodrow Wilson Middle	N/A	208,112	257,180	253,518	215,810	225,244	174,284	196,276	188,030	189,881	260,618
Edison High	N/A	506,790	560,328	456,256	503,595	542,267	486,652	480,009	551,404	608,032	395,638
J.P. Stevens High	N/A	446,037	570,742	471,922	434,746	668,293	544,094	524,857	469,162	505,862	429,141
Early Learning Center	N/A	14,775	-	-	-	-	-	-	-	-	-
F.D. Roosevelt	N/A	35,863	-	-	-	-	-	-	-	-	-
GRAND TOTAL		$ 2,983,462	$ 3,191,665	$ 2,728,360	$ 2,917,225	$ 3,491,848	$ 3,178,570	$ 3,271,482	$ 2,925,905	$ 2,985,291	$ 2,863,122

SOURCE: DISTRICT RECORDS

EDISON BOARD OF EDUCATION
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED

Exhibit J-20

DESCRIPTION	COVERAGE	DEDUCTIBLE
School Package Policy - NJSBAIG		
Buildings & Contents	$284,497,875.00	$5,000.00
Extra Expense - Blanket	50,000,000.00	5,000.00
General Liability (Occurrence)	6,000,000.00	
Product Liability (Aggregate)	6,000,000.00	
Personal Injury	6,000,000.00	
Valuable Papers Blanket	10,000,000.00	5,000.00
Contractors Equipment	included	
Software	2,000,000.00	
Money & Securities	10,000.00	500.00
Public Employees Dishonesty	250,000.00	1,000.00
Employee Benefits Li (per incident)	6,000,000.00	1,000.00
(per aggregate)	6,000,000.00	
Bonds - NJSBAIG		
BA/Secretary	200,000.00	1,000.00
Treasurer of School Monies	800,000.00	1,000.00
Assistant Board Administrator	200,000.00	1,000.00
Automobile Liability - NJSBAIG	6,000,000.00	
Medical Payments Commercial Vehicles	5,000.00	
Medical Payments Private Passenger Vehicles	10,000.00	
Uninsured Motorist	6,000,000.00	
Comprehensive & Collision		1,000.00
Educator's Legal Liability - NJSBAIG	6,000,000.00	10,000.00
Umbrella Liability - NJSBAIG	10,000,000.00	
Workers Compensation - NJSBAIG	2,000,000.00	
Workers Compensation Supplemental - NJSBAIG	included	
Boiler & Machinery - NJSBAIG	100,000,000.00	5,000.00
Extra Expense	10,000,000.00	
Mutual of Omaha		
High School Football	5,000,000.00	
Catastrophic Student Accident	1,000,000.00	
Pollution		
Lexington Insurance Company	1,000,000.00	25,000.00

SINGLE AUDIT SECTION

SECTION – K

HODULIK & MORRISON, P.A.
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REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

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

Honorable President and Members
of the Board of Education
Township of Edison School District
County of Middlesex
Edison, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United Sates of America and the standards applicable to financial audits contained in Governmental Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the 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 Edison Board of Education in the County of Middlesex, State of New Jersey, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Edison Board of Education's basic financial statements and have issued our report thereon dated November 29, 2013.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses deficiencies 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 Edison Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

We noted other matters involving internal control and internal control over financial reporting that we reported to the Board of Education in a separate report entitled, Auditors Management Report on Administrative Findings dated November 29, 2013.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hodulik & Morrison, P.A.

HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants

Highland Park, New Jersey
November 29, 2013

HODULIK & MORRISON, P.A.
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NEW JERSEY SOCIETY OF CPA'S
REGISTERED MUNICIPAL ACCOUNTANTS OF N.J.

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 AND STATE FINANCIAL ASSISTANCE REQUIRED BY OMB CIRCULAR A-133 AND NEW JERSEY OMB CIRCULAR 04-04

Honorable President and Members
of the Board of Education
Township of Edison School District
County of Middlesex
Edison, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the compliance of the Edison Board of Education 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 Compliance Manual State Grant Compliance Supplement that could have a direct and material effect on each of the Edison Board of Education's major federal and state programs for the year ended June 30, 2013. The Edison Board of Education's major federal and state programs are identified in the Summary of Auditor's Results Section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Edison Board of Education'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 Division of Finance, Department of Education, State of New Jersey; audit requirements as prescribed by OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB Circular 04-04, Single Audit Policy for Recipients of Federal Grants and State Aid. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Edison Board of Education's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

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

Opinion on each Major Federal and State Program

In our opinion, the Edison Board of Education 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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with OMB Circular A-133 and N.J. OMB Circular 04-04 and which are described in the accompanying schedule of findings and questioned costs as item 2013-1. Our opinion on each major federal program is not modified with respect to these matters. The Edison Board of Education's response to these noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. This response was not subjected to the auditing procedures applied in the audit of compliance, and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the Edison Board of Education is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Edison Board of Education's internal control over compliance with the requirements that could have a direct and material effect on a major federal and state programs to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB 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 Edison Board of Education's internal control over compliance.

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

Purpose of Report

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 04-04. Accordingly, this report is not suitable for any other purpose.

Hodulik & Morrison, P.A.

HODULIK & MORRISON, P.A.
Certified Public Accountants
Public School Accountants

Highland Park, New Jersey
November 29, 2013

Schedule A
Exhibit K - 3

Edison Township Board of Education
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2013

Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Def. Revenue/ (Accounts Rec.) at June 30, 2012	Due To Grantor June 30, 2012	Cash Received	Budgetary Expenditures	Adjustments	Balance at June 30, 2013 Accounts Receivable	Balance at June 30, 2013 Deferred Revenue	Balance at June 30, 2013 Due to Grantor
Enterprise Fund													
U.S. Department of Agriculture - Cluster													
Passed-through State Department of Education:													
Food Distribution Program - Non-Cash Award/Program	10.555	N/A	$ 228,546.13	7/1/12	6/30/13	$ 53,695.57	$ -	$ 228,546.13	$ (259,832.39)	$ -	$ -	$ 22,409.31	$ -
National School Lunch Program	10.555	N/A	1,173,400.33	7/1/12	6/30/13	(78,924.71)		1,175,379.55	(1,173,400.33)		(76,945.49)		
National School Breakfast Program	10.553	N/A	508,413.40	7/1/12	6/30/13	(17,201.32)		485,818.91	(508,413.40)		(39,795.81)		
National After School Snack Program	10.555	N/A	8,472.87	7/1/12	6/30/13	(607.25)		8,507.31	(8,472.87)		(572.81)		
Total Enterprise Fund						(43,037.71)	-	1,898,251.90	(1,950,118.99)	-	(117,314.11)	22,409.31	-
General Fund													
U.S. Department of Education													
Passed-through State Department of Education:													
Education Jobs Fund - A.R.R.A.	84.410	N/A	1,490.00	9/1/12	8/31/13	(66,928.37)		66,928.37	(1,490.00)		(1,490.00)		
U.S. Dept. of Health and Human Services/U.S. Dept of Education													
Passed-through State Department of Education:													
Special Education Medicaid Initiative	93.778	N/A	138,500.79	9/1/12	8/31/13			138,500.79	(138,500.79)				
Random Moment in Time	N/A	N/A	52,843.32	9/1/12	8/31/13			52,843.32	(52,843.32)				
U.S. Department of Homeland Security - FEMA													
Passed-through NJ Depart. of Law and Public Safety:													
Disaster Grants - Public Assistance - Hurricane Sandy	97.036	N/A	79,442.32 (1)	1/1/12	12/31/12			-	(79,442.32)		(79,442.32)		
Total General Fund						(66,928.37)	-	258,272.48	(272,276.43)	-	(80,932.32)	-	-
Special Revenue Fund													
U.S. Department of Education													
Passed-through State Department of Education:													
Title I	84.010	NCLB_13	1,075,762.00	9/1/12	8/31/13	40,499.05		1,088,684.00	(1,049,767.91)		-	79,415.14	
Title III Language Instruct	84.365	NCLB_13	90,363.00	9/1/12	8/31/13	(45,363.52)		77,072.00	(51,746.04)	(321.80)	(20,359.36)		
Title II, Part A - Teacher/Principal Training	84.367	NCLB_13	272,175.00	9/1/12	8/31/12	(320,014.00)		523,272.00	(245,424.19)		(42,166.19)		
Title II, Part D Educ./Technology	84.318	NCLB_12		9/1/11	8/31/12	(5,103.00)					(5,103.00)		
Title IV, Part A - Drug Free Schools	84.186A	NCLB_12		9/1/11	8/31/12	(8,466.00)		1,398.00			(7,068.00)		
I.D.E.A. - Cluster											-		
I.D.E.A. Part B, Basic Regular	84.027	IDEA_13	3,341,493.00	9/1/12	8/31/13	(1,053,869.94)		3,675,842.00	(3,378,597.51)		(756,625.45)		
I.D.E.A. Part B, Preschool	84.173	IDEA_13	113,399.00	9/1/12	8/31/13	(10,566.68)		95,337.00	(112,934.12)		(28,163.80)		
I.D.E.A. Part B, Preschool, A.R.R.A.	84.392	FT_10		9/1/11	8/31/12		283.30			(283.30)	-		
Race to the Top	84.413A	N/A	74,416.00	9/1/12	8/31/13	(15,560.00)		16,360.00	(60,914.00)		(60,114.00)		
EE4NJ	N/A	N/A	43,700.00	9/1/12	8/31/13				(23,098.00)		(23,098.00)		
Total Special Revenue Fund						(1,418,444.09)	283.30	5,477,965.00	(4,922,481.77)	(605.10)	(942,697.80)	79,415.14	-
Total Federal Financial Awards						$ (1,528,410.17)	$ 283.30	$ 7,634,489.38	$ (7,144,877.19)	$ (605.10)	$ (1,140,944.23)	$ 101,824.45	$ -

Footnote(s):
N/A - Not Available
Note: See Acompanying Notes to Schedules of Expenditures of Awards/Financial Assistance
(1) - Represents 90% of amount requested of $88,269.24.

Schedule B
Exhibit K - 4

Edison Township Board of Education
Schedule of Expenditures of State Financial Assistance
For The Fiscal Year Ended June 30, 2013

Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2012 Deferred Revenue (Accts Receivable)	Balance at June 30, 2012 Due to Grantor	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2013 (Accounts Receivable)	Balance at June 30, 2013 Due to Grantor	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
State Dept of Education														
General Fund														
Categorical Transportation Aid	13-495-034-5120-014	$ 739,860.00	7/1/12	6/30/13			$ 670,651.00	$ (739,860.00)			(69,209.00)		$ (69,209.00)	$ 739,860.00
Categorical Special Education Aid	13-495-034-5120-011	8,617,438.00	7/1/12	6/30/13	(759,333.00)		8,570,648.00	(8,617,438.00)			(806,123.00)		(806,123.00)	8,617,438.00
Equalization Aid	13-495-034-5120-078	3,844,903.00	7/1/12	6/30/13	(325,429.00)		3,810,658.00	(3,844,903.00)			(359,674.00)		(359,674.00)	3,844,903.00
Categorical Security Aid	13-495-034-5120-084	294,744.00	7/1/12	6/30/13			267,172.00	(294,744.00)			(27,572.00)		(27,572.00)	294,744.00
Non-Public Transportation Aid	13-100-034-5120-068	174,766.00	7/1/12	6/30/13			174,766.00	(174,766.00)			-			174,766.00
Homeless Children Aid	N/A	1,024,515.00	7/1/12	6/30/13			1,024,515.00	(1,024,515.00)			-			1,024,515.00
Extraordinary Aid 2012-2013	13-100-034-5120-473	1,980,186.00	7/1/12	6/30/13				(1,980,186.00)					(1,980,186.00)	1,980,186.00
Extraordinary Aid 2011-2012	12-100-034-5120-473		7/1/11	6/30/12	(2,238,183.00)		2,238,183.00						-	-
On-behalf T.P.A.F. Non-Contrib. Insurance	13-495-034-5095-007	6,922,487.00	7/1/12	6/30/13			6,922,487.00	(6,922,487.00)						6,922,487.00
On-behalf Post-Retirement Medical	13-495-034-5095-001	7,827,584.00	7/1/12	6/30/13			7,827,584.00	(7,827,584.00)						7,827,584.00
T.P.A.F. Social Security Aid	13-495-034-5095-002	7,937,658.33	7/1/12	6/30/13	(507,907.63)		7,937,658.33	(7,817,832.26)			(388,081.56)			7,817,832.26
Total General Fund					(3,830,852.63)	-	39,444,322.33	(39,244,315.26)	-	-	(1,650,659.56)	-	(3,242,764.00)	39,244,315.26
Debt Service Fund														
Debt Service Aid	13-495-034-5120-075	261,377.00	7/1/12	6/30/13	-		261,377.00	(261,377.00)						261,377.00
Total Debt Service Fund					-	-	261,377.00	(261,377.00)	-	-	-	-	-	261,377.00
Special Revenue Fund														
N.J. Nonpublic Aid:														
Textbook Aid	13-100-034-5120-064	132,997.00	7/1/12	6/30/13		1,653.00	132,997.00	(129,967.00)		(1,653.00)		3,030.00		129,967.00
Auxiliary Services:														
Compensatory Education	13-100-034-5120-067	173,570.00	7/1/12	6/30/13		5,917.00	173,570.00	(158,855.00)		(5,917.00)		14,715.00		158,855.00
English as a Second Language	13-100-034-5120-067	14,324.00	7/1/12	6/30/13		429.00	14,324.00	(12,789.00)		(429.00)		1,535.00		
Transportation	13-100-034-5120-067	38,002.00	7/1/12	6/30/13			38,002.00	(38,002.00)				-		38,002.00
Handicapped Services:														
Examination & Classification	13-100-034-5120-066	99,704.00	7/1/12	6/30/13		12,534.00	99,704.00	(80,271.00)		(12,534.00)		19,433.00		80,271.00
Corrective Speech	13-100-034-5120-066	72,652.00	7/1/12	6/30/13		11,058.00	72,652.00	(47,653.00)		(11,058.00)		24,999.00		47,653.00
Supplemental Instruction	13-100-034-5120-066	81,873.00	7/1/12	6/30/13		16,135.00	81,873.00	(52,732.00)		(16,135.00)		29,141.00		52,732.00
Home Instruction	13-100-034-5120-067	5,202.00	7/1/12	6/30/13	(12,564.11)		12,565.00	(5,202.07)	(0.82)		(5,202.00)			5,202.07
Nursing Services	13-100-034-5120-070	184,595.00	7/1/12	6/30/13		3,167.00	184,595.00	(179,313.00)				5,282.00		179,313.00
Technology	13-100-034-5120-373	49,084.00	7/1/12	6/30/13			49,084.00	(47,358.00)				1,726.00		47,358.00
FHA/Hero Grant	N/A	131,615.00	7/1/12	6/30/13	10,904.24		77,604.13	(119,520.43)			(31,012.06)			119,520.43
Total Special Revenue Fund					(1,659.87)	50,893.00	936,970.13	(871,662.50)	(0.82)	(47,726.00)	(36,214.06)	99,861.00	-	858,873.50
Enterprise Fund														
National School Lunch Program	13-100-010-3350-023	43,748.90	7/1/12	6/30/13	(3,040.32)		41,444.48	(43,748.90)			(5,344.74)			43,927.77
Total Enterprise Fund					(3,040.32)	-	41,444.48	(43,748.90)	-	-	(5,344.74)	-	-	43,927.77
Capital Projects Fund														
Educational Facilities Construction and Financing Act Section 15 Grant	1290-XXX-09-XXXX	2,429,030.03	Indefinite		(2,429,030.03)		344,304.00				(811,474.00)			2,429,030.03
Total Capital Projects Fund					(2,429,030.03)	-	344,304.00	-	-	-	(811,474.00)	-	-	2,429,030.03
Total State Financial Assistance					$ (6,264,582.85)	$ 50,893.00	$ 41,028,417.94	$ (40,421,103.66)	$ (0.82)	$ (47,726.00)	$ (2,503,692.36)	$ 99,861.00	$ (3,242,764.00)	$ 42,837,523.56

Footnotes(s):
N/A - Not Available
Note: See Accompanying Notes to Schedules of Expenditures of Awards /Financial Assistance.
Pursuant to the directive of the New Jersey State Department of Education, on-behalf payments for T.P.A.F. Pensions, Post-Retirement Medical and Non-Contributory Insurance are excluded from the scope of the State Single Audit and are not considered when determining Type A or Major Programs under NJOMB Circular 04-04.

EDISON SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES
OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2013

NOTE 1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Edison School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements (GASB 34 Model – basic financial statements). All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1(C) and 1(D) to the Board's basic financial statements (GASB 34 – Model - basic financial statements). The information in this schedule is presented in accordance with 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 state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A: 22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consist with N.J.S.A. 18A: 22-4.2.

See Note 1(D) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

EDISON SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES
OF AWARDS/FINANCIAL ASSISTANCE
JUNE 30, 2013

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (cont'd)

	Federal	State	Total
General Fund	$ 192,834.11	$39,324,494.26	$39,517,328.37
Special Revenue Fund	4,923,156.77	871,662.50	5,794,819.27
Debt Service Fund	-0-	261,377.00	261,377.00
Food Service Fund	1,921,627.53	43,748.90	1,965,376.43
Total Awards & Financial Assist.	$7,037,618.41	$40,501,282.66	$47,538,901.07

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions, Non-Contributory Insurance, and Post Retirement Medical represents the amount paid or accrued by the state on behalf of the District for the year ended June 30, 2013. 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.

EDISON SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Section 1 – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal Control over financial reporting:

1) Material weakness(es) identified? ____ yes X no

2) Significant deficiencies identified that are not considered to be material weaknesses? ____ yes X no

Noncompliance material to general-purpose 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 be material weaknesses? ____ yes X no; none reported

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

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:

CFDA Number(s)	Name of Federal Program or Cluster
	IDEA - Cluster
84.027	I.D.E.A. Part B, Basic Regular
84.173	I.D.E.A. Part B, Preschool
93.778	Special Education Medicaid Initiative

Dollar threshold used to distinguish between type A and B programs: $ 300,000.00

Auditee qualified as low-risk auditee? X yes ____ no

EDISON SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(continued)

Section 1 – Summary of Auditor's Results (cont'd.)

State Awards

Dollar threshold used to distinguish between type A and B programs: $ 770,131.00

Auditee qualified as low-risk auditee? X yes ____ no

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

Internal Control over major programs:

1) Material weakness(es) identified? ____ yes X no

2) Significant deficiencies identified that are not considered to be material weaknesses? ____ yes X no; none reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 04-04? X yes ____ no

Identification of major programs:

GMIS Number(s)	Name of State Program
12-495-034-5120-078	Equalization Aid
12-495-034-5120-089	Special Education Categorial Aid
12-495-034-5120-084	Categorical Security Aid
12-495-034-5120-014	Categorical Tansportation Aid
12-xxx-xxx-xxxx-xxx	FHA/Hero

EDISON SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(continued)

Section II – Financial Statement Findings

None

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

STATE AWARDS

Finding 2013-1

(1) Information on the state program:
Agency: Department of Education - Transportation
State Award#: 13-495-034-5120-014
Year of Award: 2013

Criteria or specific requirement:
School District shall provide transportation or Aid in Lieu of Transportation to eligible students in nonpublic schools, based upon proper registration and certification of attendance by the nonprofit private school (N.J.A.C. 6A;24-2-2.4)

(2) Condition:
Unable to verify Nonpublic School Application for Transportation Services (B6T for nonpublic students) for forty six (46) students listed on District Report of Transported Resident Students (DRTRS).

Unable to verify Nonpublic School Certification of Attendance (B8T for nonpublic students) for thirty (30) students listed on the the District Report of Transported Resident Students (DRTRS).

(3) Questioned Costs:
None

(4) Context:
Effect:
The Board of Education is transporting students for which they have no verification of eligibility forms, therefore conceivably overstating student count for state aid received.

Cause:
The Transportation Department discarded and/or misplaced B6T forms used for application of transportation services. Further, students that did not have a B6T form on file were deleted from the computer system and automatically removed from the B8T roster used for verification attendance.

Recommendation:
Review the process, procedures and policies for maintaining records of transported students and make all necessary corrections as well as ensure proper training of personnel.

(5) Management's Response (5):
Management indicates it will review it processes and procedures for the maintenance of records for transported students, including training, where deemed necessary.

EDISON SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(continued)

IV. STATUS OF PRIOR YEAR FINDINGS

Section II – Financial Statement Findings

No Prior Year Findings Noted.

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

No Prior Year Findings Noted.