MONMOUTH REGIONAL HIGH SCHOOL DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2013

SCHOOL DISTRICT

OF

MONMOUTH REGIONAL HIGH SCHOOL

Monmouth Regional High School Board of Education
Tinton Falls, New Jersey

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2013

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

of

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT

TINTON FALLS, NEW JERSEY

For the Fiscal Year Ended June 30, 2013

Prepared by

Monmouth Regional High School District Board of Education
Finance Department

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MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
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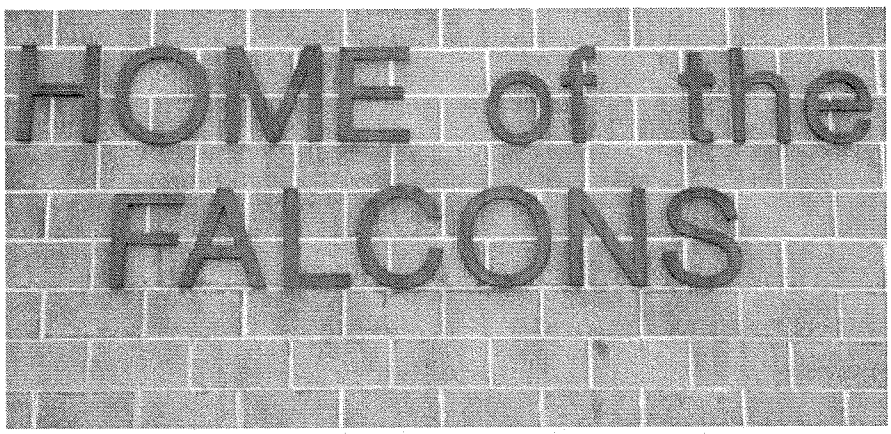
INTRODUCTORY SECTION

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT



(Welcome to our Home)

MONMOUTH REGIONAL HIGH SCHOOL
BOARD OF EDUCATION
TINTON FALLS, NEW JERSEY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION
Eatontown * Shrewsbury Township * Tinton Falls*Earle Weapons Station

Dr. Charles R. Ford, Jr.
Superintendent

1 Norman J Field Way
Tinton Falls NJ 07724

Maria A. Parry, CPA, PSA
School Business
Administrator/Secretary to the Board

50 Years of Falcon Pride 1960-2010

November 26, 2013

Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report of the Monmouth Regional High School District (District) for the fiscal year ended June 30, 2013 is hereby submitted in accordance with Governmental Accounting Standards Board Statement 34 and 44. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Monmouth Regional High School Board of Education (Board.). To the best of our knowledge and belief, data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections as follows:

- The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and a list of consultants and advisors.

- 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 Single Audit Section which states that the District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

SCHOOL DISTRICT ORGANIZATION

The Monmouth Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 and Statement 34. All funds and account groups of the district as included in this report. The Monmouth Regional High School Board of Education constitutes the district's reporting entity.

The district provides a full range of educational services appropriate to grade levels 9 through 12. These include regular and vocational as well as special education for handicapped students. The District completed the 2012-2013 fiscal year with an average daily enrollment of 991.1 students. Enrollment is defined as students on roll and students placed out of district. Established in 1960, the district is one building which encompasses over 79 acres, 9 wings, 2 floors, 2 gymnasiums, full service cafeteria and state of the art fitness and performing arts centers comprise the district's school facilities.

The district receives students from three towns: Shrewsbury Township, Eatontown and Tinton Falls. In addition to the three towns, the district serves the students of Naval Weapons Station Earle. The district receives students from Naval Weapons Station Earle, located in Colts Neck NJ. Shrewsbury Township is the smallest of the three sending towns, spanning only about a few blocks in length. Eatontown is the next largest township and Tinton Falls has the largest square miles of the sending towns.

The Board of Education is comprised of members from all three sending districts. Effective January 2013 (due to reapportionment as directed by statute), five members will be from Tinton Falls, three will be from Eatontown and one is from Shrewsbury Township. All receive equal weight votes and three are elected to three-year terms each April. The Board of Education meets on the first and third Tuesday of the month for regular board meetings. The meetings held on the third Tuesday are more financial in nature than on the first Tuesday of the month. The Board of Education also has two student representatives with non-voting rights on the board. A Junior Class Representative and a Senior Class Representative are selected from the membership of the Student Council to sit on the board and give reports at each meeting. During its meetings the board determines district goals and priorities and conducts the business of

the Board of Education. All Board meetings are open to the public and begin at 7:30 p.m., unless a time change is needed which is then properly advertised.

In early 2012, the State of New Jersey gave school districts the option to continue to vote on tax levies in April or waive the vote on the tax levy (move the election of board members to November) as long as the district did not go over the 2% cap. This decision was a four year decision of the Board of Education.

The Monmouth Regional PTSA is very active in the District and provides community support for a variety of programs and activities for the students. Recently, the PTSA created grants for teachers to offset costs for items such as supplies and field trips. There are active booster/parent clubs for the band, and performing arts faction of the school. Additionally there are sixteen private scholarship funds offered to graduating students. All associations/clubs and scholarships are very supportive to the students and the district. In September 2007, a family donated monies towards a summer internship program in the technology department. This internship, funded for a minimum of five years, allows a current or recently graduated Monmouth Regional student to work in the district's information technology department. This same family also donated funds to purchase a $25,000 projector which now is housed in the PAC. In October 2012, the family donated an additional $9,000 to the district to continue the technology internship for three more years. The Monmouth Regional High School Board of Education is very grateful to this family for their generosity.

A separate mailing of the ***Regional Reporter Budget Issue*** is sent home to all residents to inform them of the election on the tax levy and progress in the school district. The students publish a student newspaper entitled ***The Falconaire*** which is published approximately eight times during the school year. Both newsletters are also shown on the district's website: www.monmouthregional.net which houses various pieces of information about the district and has contact information for a user to navigate to. In the 2007-2008 school year, the *Falconaire Newspaper* went online and began to publish an online expanded version of the school newspaper. This has proven to be very successful for both students and the school. The newspaper has received numerous awards for their journalistic efforts.

The current district website of www.monmouthregional.net was expanded to include public information and continues to be a source of all information for any individual who as internet access.

In 2008 the District instituted the Honeywell Instant Alert program, allowing for parents, staff and students to receive "instant alerts" via their cell phone, landline phone, and e-mail for events that pertain to Monmouth Regional High School. This program has replaced the "snow chain" of informing individuals of school closings. Due to the success of the Instant Alert System, the district uses it often for messages about upcoming events at the school, and not just for emergencies.

EDUCATIONAL PROGRAM/REPORTING ENTITY AND ITS SERVICES

As stated earlier, the District completed the 2012-2013 fiscal year with an average daily enrollment of 991.10 students. Enrollment is defined as students on roll and students placed out of district. The following details the changes in the student enrollment of the District over the past few years.

Average Daily Enrollment		
Fiscal Year	**Student Enrollment**	**Percent Change**
2012-2013	991.10	1.2%
2011-2012	979.00	(3.79)%
2010-2011	1,017.6	(6.3)%
2009-2010	1,086.5	(3.3)%
2008-2009	1,123.6	(4.23)%
2007-2008	1,173.2	.23%
2006-2007	1,170.4	(4.22)%
2005-2006	1,222.0	1.28%
2004-2005	1,206.5	2.13%
2003-2004	1,181.3	6.50%
2002-2003	1,108.8	2.50%

The District provides a full range of educational services appropriate to grade levels 9 through 12. The school follows the district-wide goals and educational approaches to the teaching of children, while maintaining a unique personality that make up that particular school. All curricula in our district have been aligned to the New Jersey Core Curriculum Content Standards.

High School: The building has one Principal, two Assistant-Principals, and two school nurses. The rest of the administrative team is made up of the following individuals:

A. Supervisors:
   a. Applied Technology
   b. English
   c. Math/Science
   d. Social Sciences/World Language/ESL
   e. Music/Library (supervised by Assistant Principal)
B. Director of Athletics/Supervisor of Physical Education
C. Director of Guidance
D. Director of Special Services (currently there is a CST Consultant)
   a. Child Study Team
   b. Special Education Instructional Supervisor
   c. Basic Skills Instruction
   d. Special Education Department

The district has worked very hard in the past five years to combine supervisor positions to create future savings.

(Jim Gurbisz's retired jerseys. Captain Gurbisz was a graduate of Monmouth Regional H.S. and was fallen in Iraq in 2005. MRHS retired his numbers forever in 2006 and was inducted in the Hall of Fame in 2010.)

The school can be best described as a warm, friendly and a full of school spirit environment.

Monmouth Regional High School offers a comprehensive educational program that was developed to meet the needs of all students, whether they are in the need of advanced placement courses, remedial instruction, or something in between.

In 2011-2012 the district, as a result of yearlong planning in 2010-2011, began to implement Professional Learning Communities for professional development and also for writing of curriculum. This change in direction has saved the district dollars spent in curriculum writing. All curriculum is now written in the Understanding by Design format, which is a living document and is updated constantly through the Professional Learning Communities environment. All teachers continue to maintain their own websites through the Monmouth Regional High School website. In 2012-2013 the new teacher evaluation system EE4NJ was embraced by the staff and administration. The

staff and administration spent the year in training sessions to get ready for its implementation for the 2013-2014 school year. The hard work has paid off- the district is utilizing the evaluation system smoothly.

In 2008-2009, several departments developed a new program, the AP Academy in an effort to retain more high-performing students than losing them to the Vocational School Academies. This program was created without any strain on district funds. The students selected for entry into the program will have a four year course of rigorous study outlined for them that includes accelerated or Advanced Placement courses, senior capstone project, seminars and the potential to earn up to 30 college level credits. In June 2013 the first class of the AP Academy graduated- an accomplishment thanks to the hard work of the professional staff and administration that worked hard to achieve this goal.

The English Department presents a variety of activities within its course content. Reading discussions in both large and small group settings, short story and poetry writing, dramatic recitation, audio and video presentations, and other techniques enhance class format. Articulation between different high schools is encouraged in this department. Teachers have utilized the team teaching practice, implemented higher level thinking skills in its teaching practice, and developed longitudinal portfolios to support college application trends. The English Department has instituted a drop-in computer lab that is staffed by an English teacher. The English Department's website can be found at http://www.monmouthregional.net/mrhs/Departments/English/

The Mathematics Department offers a wide variety of courses, both in mathematics and computer science, to meet the needs of the students. To meet this need, the staff incorporates small group instruction as well as peer-to-peer tutoring. A double block period of Algebra 1 was added to give all students access to algebra. An additional course of study in Flash Technology was added in 2007-2008 due to the student's requests for the program. Students are given the opportunity to see mathematics in real-life applications through the addition of a Probability and Statistics course. The Math League competitive program is run through this department- challenging students to show off their math knowledge against other schools in the county. Monmouth Regional always fares well against competing schools. The department is committed to excellence in mathematics education and its desire to enlighten the students on the power of mathematics. The Math Department's website can be located at the following web address: http://www.monmouthregional.net/mrhs/Departments/Mathematics/

The Science Department offers courses at different levels allowing students of diverse abilities to enroll in science classes. The students are engaged in cooperative learning activities as well as research projects as part of their science experience. Innovative Forensics and Med-Tech programs meet the needs of students of all ability levels. One highlight of the Science Program is the Waksman Scholars. A group of students, led by a dedicated faculty member, work though out the school year and summer at Rutgers University to expand their research knowledge. In 2012-2013 the students continued to study the following: analysis of the mRNA population of *Wolffia arrhiza*, a duckweed. The Science Department's website can be located at the following web internet address: http://www.monmouthregional.net/mrhs/Departments/Science/

The Social Studies Department offers a wide variety of courses including World History, America Since 1945, Sociology, Psychology, and African American Studies. The curricula incorporate human rights issues along with tolerance for all. The department supports clubs such as "Adopt a Survivor", "Heifer International", "As One (support for Uganda students)" and "Support the Troops" that reinforce the students' skills and course content. New to the Social Studies Department is a course on the Holocaust, where students can obtain college credits from Kean University while taking a high school credit class on the subject. This opportunity was created through a multiyear grant from Kean University. The Social Studies Department website can be located at the following web address: http://www.monmouthregional.net/mrhs/Departments/Social%20Studies/

The Special Education Department at Monmouth Regional High School is all-inclusive and consists of two separate child study teams. It offers a curriculum which has established priorities, objectives, and goals for all courses and units within the program that are based on clearly defined expectations for all students. The learning expectations of the special education curriculum address the diverse learning needs of the students without compromising the essential knowledge and skills students are expected to learn. The Special Education Department employs a multi-sensory and teacher-centered format for the learning disabled student. Individualized programs such as the Wilson Reading Program, Study Island, and the Career Training Program are used to address the unique needs of our classified high school students. In 2010-2011, an Alternate School Program (In-District) was created for students that are struggling during the day, but are capable to stay in-district rather than look for a placement elsewhere. This has been a successful program and the district, in 2012-2013 opened up the AIM program in-district to save additional tax dollars. The Special Education Department website is at: http://www.monmouthregional.net/mrhs/Departments/Special%20Services/

The World Language Department offers programs that provide a core curriculum in four language skills: listening, speaking, reading, and writing. Its wide range of offerings promotes tolerance and embrace diversity. Students are encouraged to think beyond their own backgrounds and value the differences within the world community. The World Language Department website can be located at the following address: http://www.monmouthregional.net/mrhs/Departments/World%20Language/

The Physical Education Department offers a wide variety of activities that allow students to develop socially, emotionally, cognitively, and physically. Students are involved in many activities including the use of the fitness center and the Adventure Training course. The low elements course was built in 2005 while the high elements course was built in 2006. Students are taught teamwork, problem-solving, and motivational techniques throughout these activities. Included as part of the Physical Education Department are drivers' education and health. Additional equipment was purchased in 2008 and 2009 to add to the fitness center to expand the healthy lifestyle program. The Health curriculum was designed to teach students life skills. Activities in the classes foster communication skills and cooperative learning that teach, among other things, respect. The Physical Education Department website can be located at the following address: http://www.monmouthregional.net/mrhs/Departments/Physical%20Ed/

2—Wednesday, Dec. 7, 1960 RED BANK REGISTER

Golden Falcon

Leads in School Symbol Balloting

How the district became the "MRHS Falcons" – by school vote!!

The Business Department identifies elective courses including vocational cooperative marketing and life skills designed to encourage problem-solving, critical thinking and intellectual inquiry. This is an extensive, practical program grounded in accomplishing the goals set before them. Students are afforded the opportunity to express themselves creatively and develop their own imagination while gaining a broad appreciation of the business world. The Business Department website can be found at: http://www.monmouthregional.net/mrhs/Departments/Art%2C%20Business%2C%20Home%20Economics%20and%20Industrial%20Arts/

The Family and Consumer Science Department offers courses across four areas: foods, child development, clothing, and fashion design. These programs were designed to prepare students for the working world as well as providing life skills for the students. The program accommodates students from all ability levels. The learning is student-centered with the teacher in the role of facilitator. Students who have participated in this course of studies have been accepted in some of the finest schools for further study. The FCS website can be found at the listed address above.

The Industrial Arts Department offers courses, strongly emphasizing and concentrating on current technology, in the fields of graphic arts, photography, electronics technology, and engineering graphics. The curricula are determined by skill level rather than grade level. The Cisco Networking Academy, housed under this department, teaches students to design, build, and maintain computer networks. Upon completion of Cisco II, students have the opportunity to take the Cisco Certified Network Association exam and receive certification upon passing. Students successfully completing Cisco I and II are also eligible for up to 16 credits at Brookdale Community College in Networking. The Industrial Arts website can be found at the listed address above.

The Music program at Monmouth Regional High School offers courses in band, entertainment techniques, chorus, and music theory. All curricula cover music of various cultures, eras, and styles. Both vocal and instrumental students are afforded the opportunity to receive individual instrumental lessons for more selective ensembles. The Music Department website can be found at the following address http://www.monmouthregional.net/mrhs/Departments/Music.html/_top

Student Activities and Athletics

Monmouth Regional High School is home to 22 sports teams and over 40 student activities clubs/organizations. Combined, these teams/clubs have brought distinction to Monmouth Regional High School by being the recipient of countless awards and recognition. A few examples of such honors are:

- **Count Basie Awards for drama productions**
- **Jazz and Marching Band Competition awards of 1st place**
- **Local, county and state champion sports teams**
- **Sportsmanship Awards for sports teams voted on by other coaches**
- **Winning the Physics Olympics**
- **DECA national and state awards**
- **FCCLA national and state awards**
- **FBLA national and state awards**

Hall of Fame

In 2010 the district restarted the Hall of Fame. There are two categories- Academic and Athletic. In 2012 the honorees were included to be former employees of the district. This program runs every 2 years and has been very successful. It is one of the many unique programs about Monmouth Regional High School.

Core Curriculum Contents Standards

Our district is in line with the New Jersey Core Curriculum Contents Standards. All district curricula have been aligned with the Standards.

Staff Development

The Monmouth Regional High School District provides its teaching staff with many opportunities for professional development. New teachers/staff have an additional day dedicated to new teacher training. A teacher's manual is given to all new teachers as well as an assigned mentor to provide support throughout the school year.

In the beginning of the year, one full day is dedicated to staff development. The teachers meet in the morning for sessions, have lunch, and then in the afternoon have breakout sessions regarding the training.

During the year there are three additional days dedicated to staff development. The topics can range from bullying, character education, technology diversification and assessment. The teachers spend the morning in workshops, have lunch and then in the afternoon have break out sessions to work on their assessments. In the 2012-2013 school years, three additional days (90 minute delayed openings for students) will be dedicated to the staff to continue to master Professional Learning Communities.

Throughout the school year teachers are afforded the opportunity for professional days as well as after school programs taught in-district. Technology has been rapidly changing in Monmouth Regional. The technology department has kept up with technology by offering Wednesday Technology Sessions- technology oriented sessions after school to teacher's dismissal time on a wide range of technology subjects- Laptops, Active Boards, Excel, IPad usage, Word, and even Microsoft Access. This has been a success in the district.

Technology

The district technology plan, originally written in 1997, was re-approved for a three year period of July 1, 2013 to June 30, 2016. The plan can be found at this link: http://www.monmouthregional.net/mrhs/Public%20Info/Public%20Information/District%20Technology%20Plan%202013%20-%202016.pdf

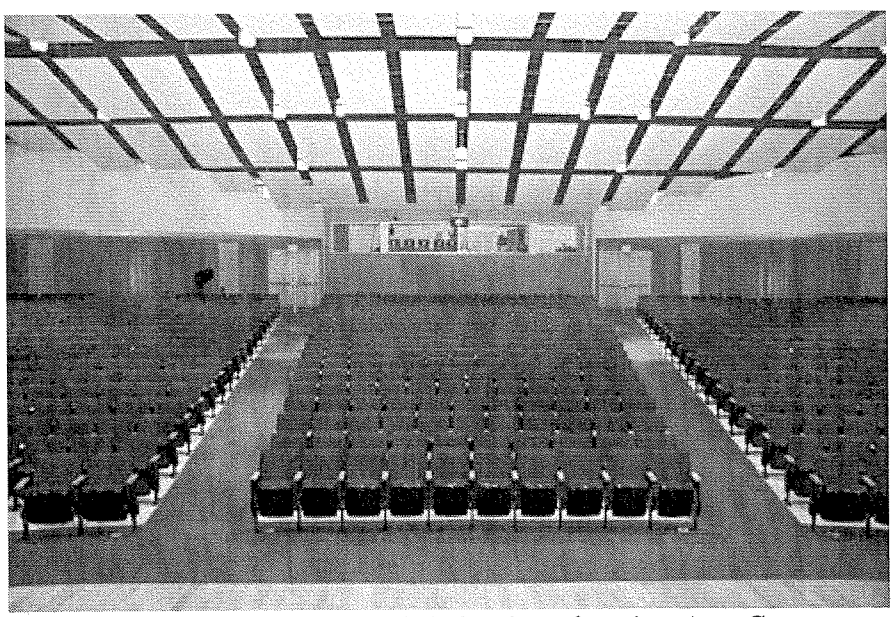
With the mandate of PARCC (Partnership for Assessment of Readiness for College and Careers) online testing set to debut in September 2014, the technology department has been very busy making sure Monmouth Regional High School's servers can handle the multiple users at one time taking the test.

The district has been upgrading technology for both staff and students. With the approval of the 2013-2014 budget, 140 new laptops for staff will be purchased. Additionally, new iPad for the physical education department will be purchased so the faculty members can take attendance out in the field. IPad for the technology department members are also planned so they can be responsive to staff needs on an immediate basis rather than when they get back to their office to answer emails.

This is a very exciting, innovative time for technology at Monmouth Regional High School.

Business Office

The business office is comprised of the following individuals: School Business Administrator, Part Time Clerk, Secretary to the Business Administrator, Accounts Payable, Payroll, and Transportation Supervisor. This office is responsible for financially running the school district. Increased workload due to challenges faced from State and Federal mandates, while maintaining current staff levels, continues to be a challenge. For the future, the business office is looking into shared services with other districts as a means of bringing income into the district while adhering to the Governor's strategy for shared services of governmental units. The office is continually looking to streamline costs and find new opportunities for the district. The office continues to be a hard working component of the entire district.



The Monmouth Regional High School Performing Arts Center

ECONOMIC CONDITION AND OUTLOOK

In Tinton Falls, residential housing will increase for the next several years due to new communities being built and opened over the next few years. A new "premium outlet" shopping center opened November 2008, increasing opportunities for individuals to live in Tinton Falls, Eatontown and Shrewsbury Township. The percent of share, the calculation based upon current enrollments for determining how Monmouth Regional High School's tax levy is split, has stayed relatively the same in 2012-2013 as compared to prior years.

While smaller geographically than Tinton Falls, Eatontown has a larger population and is more densely populated. Eatontown is 90% developed and has fewer than fifty lots available for residential development. Eatontown is the home of Fort Monmouth, which closed on September 15, 2011. As of today, there has been much discussion, research and speculation as to what will happen with the large amount of property that the base once encompassed. The district enrollment for 2012-2013 is up about 15 students, a positive sign for the future. The district was informed in May 2011 that it is no longer eligible for Federal Impact Aid dollars. These offsetting tax amounts were eliminated in the 2011-2012 budget. The district has received impact aid monies in the past two years, which are from prior years (2008, 2009) and are significantly less than 10 years ago.

Shrewsbury Township has no development planned and all shifts in enrollment are a result of family dynamics. Earle Weapons Station is still an active military base. There has been litigation in the past few years regarding housing on Earle, but no concrete decisions have been made. Future enrollment at Monmouth Regional High School is something that cannot be accurately predicted due to the unannounced changes to the closed Fort, the economic conditions of the State, Nation and the slow moving housing market.

MAJOR INITIATIVES
On October 16, 2012 Monmouth Regional High School approved the following:

Mission Statement

Monmouth Regional High School is committed to educating every child every day.

An educational program has been created to assure that students:

- Develop the ability to communicate effectively
- Think critically and perform critical analysis
- Develop a core understanding and appreciation for mathematics and the sciences that promote problem-solving skills
- Learn history so as not to repeat it
- Comprehend civics and economics in order to become change agents in the world beyond the walls of any building
- Gain a knowledge and respect for diverse cultures

Students will transform into THINKERS who succeed individually and as members of a team. They will recognize the importance of life-long learning.

Monmouth Regional is confident that its graduates will be contributing members of local, state, national, and global communities.

Vision Statement

The vision of Monmouth Regional High School is to provide a quality education that equips all students with the knowledge and skills to compete in today's global, information-based society with honesty, ethics, and integrity while valuing and embracing cultural diversity.

REFERENDUM:

In November 2012, the district approved at $6.149M referendum for the following projects:

- 8 renovated science classrooms
- Asbestos removal
- Renovation of the girl's locker room
- Construction of new physical education/athletic storage room

A second question comprised of a 3rd gymnasium, paving of the parking lot and a new electrical panel barely failed.

This is an ambitious project for the district, with the last referendum being approved in 1998. Four science classrooms were completed over summer 2013. The locker room and storage room are set to be completed before December 31, 2013. The asbestos removal

project is in a three phase plan with work planned for summer 2013, 2014 and 2015. The final four science classrooms will be renovated in summer 2014. The Board of Education continues to thank the taxpayers for their approval of these projects to help move Monmouth Regional forward educationally.

INTERNAL CONTROLS

Management of the district is responsible for establishing and maintaining an internal control system 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 system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of state and federal awards, the district is also responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws, regulations, contracts and grants related to those programs. This internal control system 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 adequacy of the internal control system, 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.

The district has an approved Standard Operating Procedure manual which is posted on the district website and also is in the process of finishing a Purchasing Manual for additional guidance on strong internal controls in the area of purchasing and cash receipts/disbursements.

BUDGETARY CONTROLS

In addition to internal accounting controls, the district maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipalities. Annual appropriated budgets are adopted for the general fund, the special revenue funds, and the debt service 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 at fiscal year end. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2013.

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. These funds are explained in "Notes to the Financial Statements", Note 1.

DEBT ADMINISTRATION

As of June 30, 2013 the District has $0 in outstanding general obligation bonds related to the 1998 referendum. On November 6, 2012, the voters approved a referendum in the amount of $6,149,000. This is the new amount outstanding in general obligation bonds which will be paid off over 11 years.

CASH MANAGEMENT

The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The district has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision 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 institute 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.

RISK MANAGEMENT

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

INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Cannone and Company was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet requirements of the Single Audit Act of 1984, as amended and the related OMB Circular A-133 and state Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements, combining, 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.

ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the Monmouth Regional High 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 district staff.

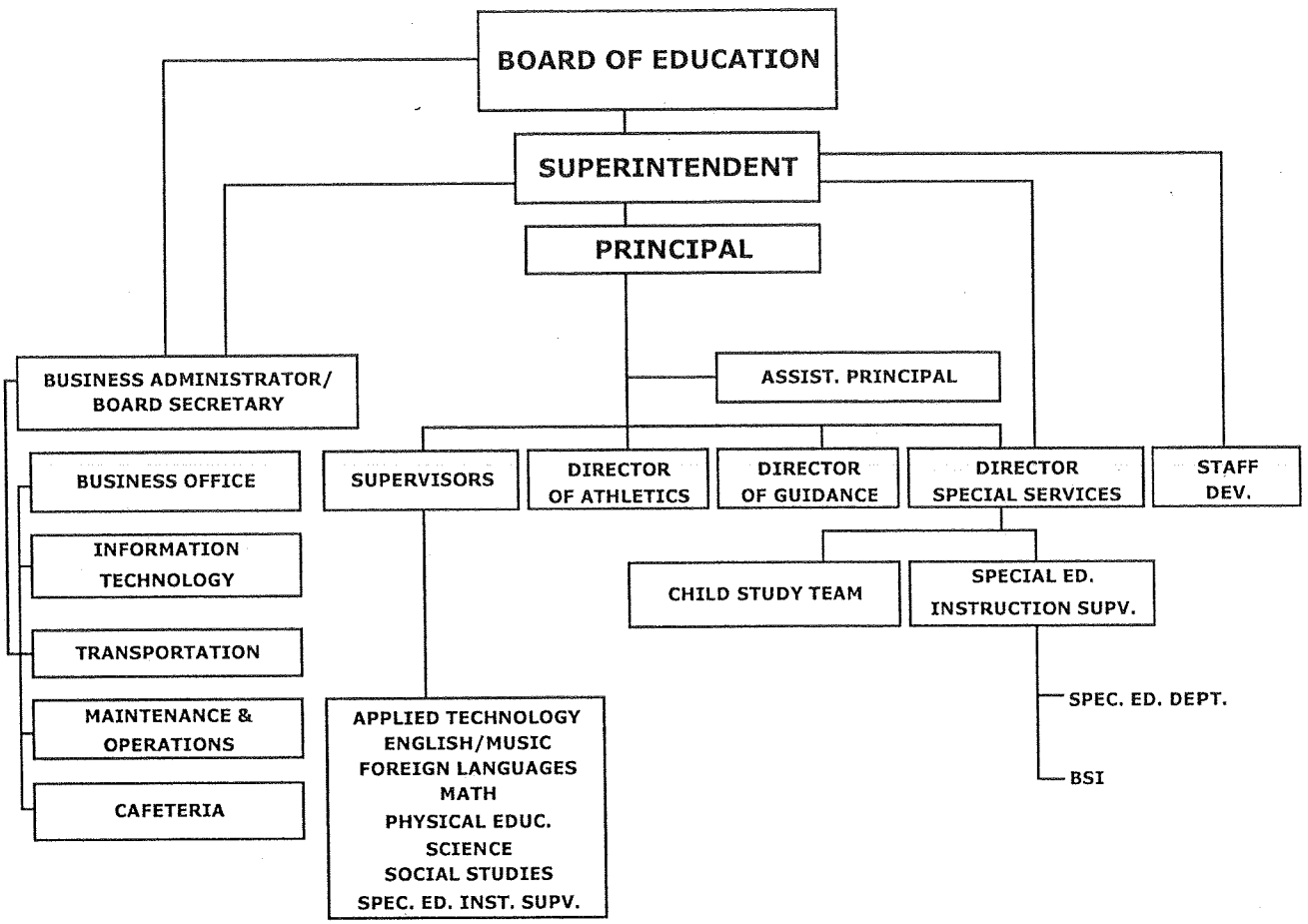
Respectfully submitted,

Dr. Charles R. Ford Jr.
Superintendent of Schools

Mrs. Maria Parry, CPA, PSA
School Business Administrator/
Secretary to the Board

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT

ORGANIZATIONAL CHART



MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION
TINTON FALLS, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2013

Members of the Board of Education	Term Expires
Anthony Schaible, President	2013
Steven B. Seavey, Vice President	2014
Robert Mauro	2013
Jonathan Cohen	2015
Mary Anne Linder	2013
Ellen Scurry	2015
Barbara Van Wagner	2014
Joseph Gaetano	2015
Maura Triebenbacher	2014

Other Officials

Charles R. Ford Jr., Ed D., Superintendent

Maria Anne Parry, CPA, PSA, School Business Administrator/Board Secretary

Cindy Barr-Rague, CPA, Treasurer

Martin M. Barger, Esq. Solicitor

MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION
TINTON FALLS, NEW JERSEY

CONSULTANTS AND ADVISORS
June 30, 2013

Audit Firm

Cannone & Company, P.A.
485 Morris Avenue
Springfield, NJ 07081

Attorneys

Martin M. Barger, Esq.
The Reussille Law Firm
149 Avenue at the Common, Suite #1
Shrewsbury, NJ 07702

Official Depositories

Bank of America
Eatontown, NJ

N.J. Cash Management Fund
Jersey City, NJ 07311-3977

TD Bank
500 Shrewsbury Avenue
Tinton Falls, NJ 07701

FINANCIAL SECTION

CANNONE AND COMPANY, P.A.
Certified Public Accountants
485 Morris Avenue
Springfield, New Jersey 07081
(973) 379-6868
FAX (973) 379-6278

MEMBER:
American Society of Certified Public Accountants
New Jersey Society of Certified Public Accountants

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Monmouth Regional High School District Board of Education, in the County of Monmouth, 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 compromise the School 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 accounting principles general accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Monmouth Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information on pages 24 through 32 and 74 through 85 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monmouth Regional High School District Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying introductory section, combining fund financial statements, financial schedules and statistical information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, financial schedules and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated November 30, 2013 on our consideration of Monmouth Regional High School District Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Monmouth Regional High School District Board of Education's internal control over financial reporting and compliance.

Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, PA
Certified Public Accountants
Springfield, New Jersey

November 30, 2013

REQUIRED SUPPLEMENTARY INFORMATION
PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED

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

The Management's Discussion and Analysis (MD&A) is a new element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued in June 1999.

Financial Highlights

Key financial highlights for 2013 are as follows:

In total, net assets increased **$6,308,985** which represents an approximate 46.79 percent increase from 2012.

General revenues accounted for $**23,786,966** in revenue or 100 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for $**2,796,038** or 11.8 percent of total revenues of $**23,786,966**.

Breaking down the detail of the statement of net assets, for governmental activities one will see that total assets of such governmental activities decreased by $241,056 as cash and cash equivalents and investments increased by $394,035, receivables decreased by $581.736, and capital assets decreased by $53,361.

Monmouth Regional High School had $**25,965,970** in expenses; only $**2,796,038** of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of $**23,786,966** and fund balance were adequate to provide for these programs.

Among governmental funds, the General Fund had $**24,861,017** in revenues and $**24,986,400** in expenditures. The General Fund's fund balance decreased **$125,383** over 2011.

Using this Comprehensive Annual Financial Report (CAFR)

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

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 Monmouth Regional High School:

District-Wide Financial Statements (Statement of Net Assets and Statement of Activities)

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the Monmouth Regional's overall financial status.

Fund Financial Statements

- The remaining statements are fund financial statements that focus on individual parts of Monmouth Regional, reporting Monmouth Regional's operations in more detail than the district-wide statements.

- The governmental funds statements tell how basic services like 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 Monmouth Regional operates like businesses, such as food services.

- Fiduciary funds statements provide information about the financial relationships in which Monmouth Regional High School acts solely as a trustee or agent for the benefit 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 Monmouth Regional High School Board of Education's budget for the year.

Figure A-1
Major Features of District-Wide and Fund Financial Statements

		Fund Financial Statements		
	District-wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial statements	•Statement of net assets •Statement of activities	•Balance sheet •Statement of revenues, expenditures, and changes in fund balances	•Statement of net assets •Statement of revenues, expenses, and changes in fund net assets •Statement of cash flows	•Statement of fiduciary net assets •Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of assets/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. Monmouth Regional's 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

Figure A-1 summarizes the major features of Monmouth Regional High School's financial statements, including the portion of Monmouth Regional's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Continued

Fund Financial Statements (Continued)

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, Monmouth Regional High School, presenting both an aggregate view of Monmouth Regional's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental fund, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Monmouth Regional High School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole
Statement of Net Assets and the Statement of Activities

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

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

In the Statement of Net Assets and the Statement of Activities, Monmouth Regional High School is divided into two district kinds of activities:

Governmental activities – All of Monmouth Regional High School's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activity – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting Monmouth Regional High School's Most Significant Funds
Fund Financial Statements

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

Governmental Funds

The District's activities are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of Monmouth Regional

Continued

Governmental Funds (Continued)

District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

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

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of Monmouth Regional High School as a whole. Net assets may serve over time as a useful indicator of a government's financial position. Monmouth Regional's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of Monmouth Regional High School's net assets for 2013 with comparative amounts for 2012.

Table A-1
Summary of Net Assets

	MRHS Total 2013	MRHS Total 2012	Increase (Decrease) From 2012	Total Percentage Change 2013-2012
Current and Other Assets	$ 9,094,747	$ 3,746,515	$ 5,348,232	142.75%
Capital Assets	10,699,217	9,738,464	960,753	9.87%
Total Assets	$ 19,793,964	$ 13,484,979	$ 6,308,985	46.79%
Long-Term Debt Outstanding	$ 7,140,093	$ 2,692,319	$ 4,447,774	165.20%
Other Liabilities	941,322	122,618	818,704	667.69%
Total Liabilities	$ 8,081,415	$ 2,814,937	$ 5,266,478	187.09%
Net Assets:				
Invested in capital assets, net of related debt	$ 3,953,188	$ 8,221,151	$ (4,267,963)	-51.91%
Restricted	2,786,900	3,023,343	(236,443)	-7.82%
Unrestricted	4,972,461	(574,452)	5,546,913	-965.60%
Total Net Assets	$ 11,712,549	$ 10,670,042	$ 1,042,507	9.77%

Continued

The School District as a Whole (Continued)

Table 2 shows changes in net assets for fiscal year 2012 with comparative amounts for 2011.

Table A-2
Summary of Changes in Net Assets

	MRHS Total 2013	MRHS Total 2012	Increase (Decrease) From 2012	Total Percentage Change 2013-2012
REVENUES				
Program Revenues:				
Charges for Services	$ 216,435	$ 538,108	$ (321,673)	-59.78%
Federal and State Categorical Grants	2,477,300	2,257,930	219,370	9.72%
General Revenues:				
Property Taxes	19,707,248	19,350,292	356,956	1.84%
State Formula Aid	3,589,706	4,103,150	(513,444)	-12.51%
Other	748,666	333,524	415,142	124.47%
Total Revenues	$ 26,739,355	$ 26,583,004	$ 156,351	0.59%
EXPENSES				
Instruction	$ 12,043,496	$ 12,024,782	$ 18,714	0.16%
Student Support Services	13,223,690	13,443,192	(219,502)	-1.63%
Other	419,813	497,996	(78,183)	-15.70%
Total	$ 25,686,999	$ 25,965,970	$ (278,971)	-1.07%
Increase (Decrease) in Net Assets	$ 1,052,356	$ 617,034	$ 435,322	70.55%

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek over approval for Monmouth Regional High School District operations. Property taxes made up 73 percent of revenues for governmental activities for Monmouth Regional High School District for fiscal year 2013. Monmouth Regional's total revenues were $26,739,355 for the year ended June 30, 2013. Federal, state, local grants, other and state aid accounted for another 27 percent of revenue.

Business-Type Activities

Revenues for Monmouth Regional's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

Food service expenses exceeded expenses by **$31,168**.

Charges for services represent $**216,435** of revenue. This represents amounts paid by patrons for daily food service.

Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was $**123,017**.

Continued

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the Regional District's taxpayers by each of these functions.

Table A-3
Cost of Services vs Net Cost of Services

	Total Cost of Services 2013	Net Cost of Services 2013	Total Cost of Services 2012	Net Cost of Services 2012
Instruction	$ 12,043,496	$ 10,726,301	$ 12,024,683	$ 10,816,242
Support Services:				
Pupil and Instructional Staff	6,074,395	5,628,574	6,208,705	5,831,234
Administration	1,934,717	1,775,298	1,831,590	1,714,234
Operation and Maintenance of Facilities	2,961,107	2,754,453	2,903,575	2,745,779
Pupil Transportation	2,263,902	2,096,610	2,497,307	2,050,296
Debt Service	-	-	-	-
Interest on Long Term Debt; transfer f/s	38,762	(19,140)	118,252	58,522
Total Expenses	$ 25,316,379	$ 22,962,096	$ 25,584,112	$ 23,216,307

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

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

General administration, school administration, and business include expenses associated with administrative and financial supervision of Monmouth Regional High School District.

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

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

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of Monmouth Regional High School District.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to $**25,129,144** and expenditures were $**24,045,620**. The net change in fund balance for the year was most significant in the General Fund, an increase of **$1,083,524**. This is attributed to the increased additional aids (extraordinary aid), increases in transportation, and federal aid.

As demonstrated by the various statements and schedules included in the financial section of this report, Monmouth Regional High School continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2013, and the amount and percentage of increases and decreases in relation to prior year revenues.

Continued

The School District's Funds (Continued)

Table A-4
Summary of Revenues-Governmental Funds

Revenue	Amount	Percent of Total	Increase (Decrease) from 2012	Percent of Increase (Decrease)
Local Sources	$ 20,416,715	77.34%	$ 638,057	3.23%
State Sources	5,943,989	22.52%	376,522	6.76%
Federal Sources	39,199	0.15%	(548,341)	-93.33%
Total	$ 26,399,903	100.00%	$ 466,238	1.72%

The increase in Local Sources is mostly attributed to an increase in tax levy, capital leases, miscellaneous revenue and rental fees.

The decrease in state sources is mostly attributed to a decrease in state aid and school development authority grant reimbursements.

The decrease in Federal Sources is mostly due to a decrease in impact aid and federal special revenue grants.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2013 and the percentage of increases and decreases in relation to prior year amounts.

Table A-5
Summary of Expenditures-Governmental Funds

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2012	Percent of Increase (Decrease)
Current Expense:				
Instruction	$ 12,043,496	47.57%	$ 3,715,562	44.62%
Undistributed Expenditures	13,234,121	52.27%	(3,447,215)	-20.67%
Capital Outlay	-	0.00%	(589,140)	-100.00%
Debt Service	38,762	0.15%	(614,876)	-94.07%
Total	$ 25,316,379	100.00%	$ (935,669)	-3.40%

Changes in expenditures were the results of varying factors. Current expense increased due to changes in staff and a lower budget and a lower budget from 2011-2012 (cut in state aid).

Continued

General Fund Budgeting Highlights

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

Over the course of the year, Monmouth Regional High School revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- SDA grant monies no longer available for capital projects.
- Extraordinary aid, which is state aid for special education students whose individual program cost exceeds $40,000 per year, was not anticipated as there is no guarantee from the Department of Education that these funds would be available.
- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- Tuition for special education students over or under what has been estimated during budget preparation.
- Student transportation is provided using a blend of in-house and vendor services. Depending on the type of service, transfers to various accounts were needed to pay these costs.
- An increase in capital outlay purchases for the instructional programs and the operations/maintenance department.

Capital Assets

At the end of the fiscal year 2013 the School District had $15,497,458 invested in land, building, furniture and equipment, and vehicles. Table A-6 shows fiscal year 2013 balances compared to 2012.

Table A-6
Summary of Capital Assets
(Net of Depreciation)

	Total 2013	Total 2012	(Decrease) From 2012	Change 2013-2012
Land	$ 120,340	$ 120,340	$ -	-
Construction in Progress	$ 5,607,666	$ 177,238	$ 5,430,428	-
Site Improvements	649,546	705,467	(55,921)	-7.93%
Buildings	8,425,729	7,914,332	511,397	6.46%
Machinery and Equipment	694,177	805,688	(111,511)	-13.84%
Total	$ 15,497,458	$ 9,723,065	$ 5,774,393	59.39%

Continued

Debt Administration

At June 30, 2013, Monmouth Regional High School had **$7,931,466** of outstanding debt. Of this amount $**1,185,437** is for compensated absences; $**597,029** for various capital leases; and $**6,149,000** of serial bonds for school construction dated 2013. The bonds dated 1998 were paid off in full during the 2012-2013 school year.

Table A-7
Summary of Outstanding Long-Term Debt

	MRHS 2013	MRHS 2012	Change 2013-2012
General Obligation Bonds (Financed with Property Taxes)	$ 6,149,000	$ 610,000	908.03%
Other	1,782,466	2,082,319	-14.40%
Total	$ 7,931,466	$ 2,692,319	194.60%

For the Future

The Monmouth Regional High School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the loss of Impact Aid, the closing of Fort Monmouth and how the redevelopment will impact the District. However, future finances are not without challenges as the district administrators are sensitive to the economic changes in the community and how those conditions will directly impact the district's retaining of programs, especially due to changes in state and federal funding.

With the recent passage of the $6 million dollar referendum, the district is very pleased to move forward in making the school more competitive amongst other school districts. Additionally, the recent move to non-voting on the tax levy will allow the administration to plan accordingly in light of changing economic times. In conclusion, the Monmouth Regional High School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. Monmouth Regional High School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of Monmouth Regional High School District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mrs. Maria Parry, School Business Administrator, at Monmouth Regional High School, Administration Building, 1 Norman J. Field Way, Tinton Falls, NJ 07724. Please visit our website at www.monmouthregional.net.

Concluded

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

Exhibit A-1

Monmouth Regional High School District
Statement of Net Position
6/30/2013

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 6,729,752	$ 7,769	$ 6,737,521
Investments	1,294,400		1,294,400
Receivables, net	385,457		385,457
Interfund receivable			-
Inventory		9,494	9,494
Restricted assets:			-
Cash and cash equivalents	50,000		50,000
Capital reserve account - cash	617,875		617,875
Capital assets, net (Note 4):	10,687,584	11,633	10,699,217
Other assets			-
Total Assets	19,765,068	28,896	19,793,964
LIABILITIES			
Cash Overdraft			-
Accounts payable	62,467	23,660	86,127
Accrued Interest Expense	24,973		24,973
Interfund payable			-
Payable to federal government			-
Payable to state government	9,841		9,841
Payable to local government			-
Deferred revenue	27,213	1,795	29,008
Noncurrent liabilities (Note 5):			
Due within one year	791,373		791,373
Due beyond one year	7,140,093		7,140,093
Total liabilities	8,055,960	25,455	8,081,415
NET ASSETS			
Invested in capital assets, net of related debt	3,941,555	11,633	3,953,188
Restricted for:			
Debt service			-
Capital projects	617,875		617,875
Other purposes	2,169,025		2,169,025
Unrestricted	4,960,658	11,803	4,972,461
Total net assets	$ 11,689,113	$ 23,436	$ 11,712,549

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

Monmouth Regional High 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	$ 10,812,598		$ 1,264,055		$ (9,548,543)		$ (9,548,543)
Special education	112,959				(112,959)		(112,959)
Other special instruction	1,117,939		53,140		(1,064,799)		(1,064,799)
Vocational					-		-
Other instruction					-		-
Nonpublic school programs					-		-
Adult/continuing education programs					-		-
Support services:							
Tuition	2,054,512				(2,054,512)		(2,054,512)
Student & instruction related services	4,009,452		445,821		$ (3,563,631)		(3,563,631)
School administrative services	673,661		19,681		(653,980)		(653,980)
General and business administrative serv	741,609		86,598		(655,011)		(655,011)
Central services	501,154		53,140		(448,014)		(448,014)
Administrative information technology	13,450				(13,450)		(13,450)
Plant operations and maintenance	2,961,107		206,654		$ (2,754,453)		(2,754,453)
Pupil transportation	2,263,902		167,292		(2,096,610)		(2,096,610)
Business and other support services	4,843				(4,843)		(4,843)
Special schools					-		-
Compensated Absences	10,431				(10,431)		(10,431)
Debt service			-		-		-
Interest on long-term debt	38,762		57,902		19,140		19,140
Transfer to Food Service					-		-
Total governmental activities	25,316,379	-	2,354,283	-	(22,962,096)	-	(22,962,096)
Business-type activities:							
Food Service	370,620	216,435	123,017			(31,168)	(31,168)
Before/After Care					-	-	-
Total business-type activities	370,620	216,435	123,017	-	-	(31,168)	(31,168)
Total primary government	$ 25,686,999	$ 216,435	$ 2,477,300	$ -	$ (22,962,096)	$ (31,168)	$ (22,993,264)

	Governmental Activities	Business-type Activities	Total
General revenues:			
Taxes:			
Property taxes, levied for general purposes,net	$ 19,131,512		$ 19,131,512
Taxes levied for debt service	575,736		575,736
Federal aid not restricted	39,199		39,199
State aid not restricted	3,589,706		3,589,706
Transportation Fees	379,530		379,530
Miscellaneous Revenues	127,087		127,087
Rental Income	50,493		50,493
Adjustments:	-		-
Fixed assets	(157,927)		(157,927)
Capital Leases	310,284		310,284
Total general revenues, special items, extraordinary items and transfers	24,045,620	-	24,045,620
Change in Net Assets	1,083,524	(31,168)	1,052,356
Net Assets—beginning	10,605,589	54,604	10,660,193
Net Assets—ending	$ 11,689,113	$ 23,436	$ 11,712,549

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

GOVERNMENTAL FUNDS

Monmouth Regional High 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	1,173,043	(53,108)	5,609,817	0	6,729,752
Investments	1,294,400				1,294,400
Receivables, net					0
Due from other funds	173		60,772		60,945
Receivables - State	295,295	90,162			385,457
Accounts Receivable - Other					0
Interest receivable on investments					0
Inventory					0
Restricted cash and cash equivalents	667,875				667,875
Other assets					0
	3,430,786	37,054	5,670,589	0	9,138,429
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable			62,467		62,467
Accrued Interest					0
Interfund payable	80,767		173		80,940
Payable to federal government					0
Payable to state government		9,841			9,841
Payable to local government					0
Deferred revenue		27,213			27,213
Total liabilities	80,767	37,054	62,640	0	180,461
Fund Balances:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	882,445				882,445
Reserve for Excess Surplus	1,033,542				1,033,542
Reserve for Capital Reserve	617,875		0		617,875
Reserve for Maintenance	50,000				50,000
Comitted Fund Balance:					0
Reserve for Impact Aid					0
Assigned Fund Balance:					0
Designated for Subsequent Year's Expenditures	203,038				203,038
Reserve for encumbrances	117,784		2,689,824		2,807,608
Unrestricted Fund Balance	445,335		2,918,125	0	3,363,460
Total Fund balances	3,350,019	0	5,607,949	0	8,957,968
Total liabilities and fund balances	3,430,786	37,054	5,670,589	0	

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:	
Interest expense in the governmental funds is reported when due. In the statement of activities, interest on long-term debt is accrued.	(24,973)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $19,588,903 and the accumulated depreciation is $8,871,319 (see Note 3).	10,687,584
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilties in the funds (see Note 4).	(7,931,466)
Net assets of governmental activities	11,689,113

Monmouth Regional High School District
Statement of Revenues, Expenditures, And Changes in Fund Balances
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 sources:					
Local tax levy	$ 19,131,512			$ 575,736	$ 19,707,248
Transportation Fees	379,530				379,530
Rental Facilities	50,493				50,493
Interest on Investments	349		173		522
Tuition charges	2,851				2,851
Miscellaneous	123,887	2,770			126,657
Total - Local Sources	19,688,622	2,770	173	575,736	20,267,301
State sources	5,541,706	104,528		57,902	5,704,136
Federal sources	39,199	237,083			276,282
Total revenues	25,269,527	344,381	173	633,638	26,247,719
EXPENDITURES					
Current:					
Regular instruction	6,911,778	228,814			7,140,592
Special education instruction	112,959				112,959
Other special instruction	929,610				929,610
Vocational education					-
Other instruction					-
Nonpublic school programs					-
Adult/continuing education programs					-
Support services and undistributed costs:					
Tuition	2,054,512				2,054,512
Student & instruction related services	2,705,837	115,567			2,821,404
School administrative services	603,909				603,909
General administrative services	434,702				434,702
Central services	295,435				295,435
Administrative information technology	13,450				13,450
Plant operations and maintenance	1,881,056				1,881,056
Pupil transportation	1,564,343				1,564,343
Personal services employee benefits	6,917,963				6,917,963
Undistributed expenditures - Food Services					-
Unallocated benefits	-				-
Special schools					-
ARRA - Equalization Stabalization Fund (ESF)					-
ARRA - Government Services Fund (GSF)					-
Transfer to charter school					-
Debt service:					
Principal				610,000	610,000
Interest and other charges				23,638	23,638
Capital outlay	1,327,047		1,339,126		2,666,173
Total expenditures	25,752,601	344,381	1,339,126	633,638	28,069,746
Excess (Deficiency) of revenues over expenditures	(483,074)	-	(1,338,953)	-	(1,822,027)
OTHER FINANCING SOURCES (USES)					
Capital leases (non-budgeted)					-
Bond Proceeds			6,149,000		6,149,000
Transfers in	1,046,476		754,075		1,800,551
Transfers out	(754,075)		(173)		(754,248)
Total other financing sources and uses	292,401	-	6,902,902	-	7,195,303
Net change in fund balances	(190,673)	-	5,563,949	-	5,373,276
Fund balance—July 1	3,540,692		44,000		3,584,692
Fund balance—June 30	$ 3,350,019	$ -	$ 5,607,949	$ -	$ 8,957,968

Exhibit B-3

Monmouth Regional High 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)		$ 5,373,276
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	(497,251)	
Fixed assets adjustment net of accum depreciation	(157,927)	
Capital outlays	1,619,697	964,519
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		610,000
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	(6,149,000)	
Accrued interest received on bond issurance		
Capital lease proceedsCAP PROJ		(6,149,000)
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 accrued interest is a deduction in the reconciliation.		
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 (+).		
Prior year accrued interest on long term debt which was paid in the current year	9,849	
Current year accrued interest on long term debt which was not paid in the current year	(24,973)	
Compensated absences payable	(10,431)	
Capital lease payments	310,284	284,729
Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)		
Change in net assets of governmental activities		$ 1,083,524

PROPRIETARY FUNDS

Monmouth Regional High School District
Statement of Net Position
Proprietary Funds
June 30, 2013

	Business-type Activities - Enterprise Funds	
	Food Service	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	$ 7,769	$ 7,769
Investments		-
Accounts receivable	19,995	19,995
Other receivables		-
Inventories:		
Commodities	2,864	2,864
Regular	6,630	6,630
Total current assets	37,258	37,258
Noncurrent assets:		
Furniture, machinery & equipment	167,294	167,294
Less accumulated depreciation	(155,661)	(155,661)
Total noncurrent assets	11,633	11,633
Total assets	48,891	48,891
LIABILITIES		
Current liabilities:		
Accounts payable	23,660	23,660
Interfund payable		-
Unearned Income	1,795	1,795
Compensated absences		-
Total current liabilities	25,455	25,455
Noncurrent Liabilities:		
Compensated absences		
Total noncurrent liabilities	-	-
Total liabilities	25,455	25,455
NET ASSETS		
Invested in capital assets net of related debt	11,633	11,633
Restricted for:		
Capital projects		-
Unrestricted	11,803	11,803
Total net assets	$ 23,436	$ 23,436

Exhibit B-5

Monmouth Regional High School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2013

	Business-type Activities - Enterprise Fund	
	Food Service	Total Enterprise
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	$ 60,874	$ 60,874
Daily sales - non-reimbursable programs	155,561	155,561
Special functions		-
Community service activities		-
Transportation fees from other LEA's within the state		-
Deductions from employees' salaries		-
Food Distribution Program	22,281	22,281
Total operating revenues	238,716	238,716
Operating expenses:		
Cost of sales	144,913	144,913
Salaries	149,174	149,174
Employee benefits		-
Purchased property service		-
Other purchased professional services		-
Cleaning, repair and maintenance services	9,953	9,953
Management Fees	10,800	10,800
Rentals		-
Insurance	8,126	8,126
Uniforms	491	491
General supplies	14,160	14,160
Miscellaneous expense	6,956	6,956
Depreciation	3,766	3,766
Food distribution program Expense	22,281	22,281
Total Operating Expenses	370,620	370,620
Operating income (loss)	(131,904)	(131,904)
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	2,500	2,500
Federal sources:		
National school lunch and breakfast program	107,317	107,317
Interest and investment revenue	101	101
Casualty Loss from Superstorm Sandy	(9,182)	(9,182)
Subsidy Operating - General Fund		-
Total nonoperating revenues (expenses)	100,736	100,736
Income (loss) before contributions & transfers	(31,168)	(31,168)
Capital contributions		-
Change in net assets	(31,168)	(31,168)
Total net assets—beginning	54,604	54,604
Total net assets—ending	$ 23,436	$ 23,436

Monmouth Regional High School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2013

	Business-type Activities - Enterprise Funds	
	Food Service	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	$ (134,208)	$ (134,208)
Payments to employees		-
Payments for employee benefits		-
Payments to suppliers		-
Net cash provided by (used for) operating activities	(134,208)	(134,208)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	2,500	2,500
Federal Sources	107,317	107,317
Operating subsidies and transfers from other funds		-
Net cash provided by (used for) non-capital financing activities	109,817	109,817
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Change in capital contributions		-
Purchases of capital assets		-
Gain/Loss on sale of fixed assets (proceeds)		-
Net cash provided by (used for) capital and related financing activities	-	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends	101	101
Proceeds from sale/maturities of investments		-
Net cash provided by (used for) investing activities	101	101
Net increase (decrease) in cash and cash equivalents	(24,290)	(24,290)
Balances—beginning of year	32,059	32,059
Balances—end of year	7,769	7,769
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(131,904)	(131,904)
Adjustments to reconcile operating income (loss) to net cash provided by		-
(used for) operating activities		-
Depreciation and net amortization	3,766	3,766
Casualty Loss from Superstorm Sandy	(9,182)	(9,182)
(Increase) decrease in accounts receivable, net	(3,718)	(3,718)
(Increase) decrease in inventories	(2,912)	(2,912)
(Increase) decrease in other current assets		-
Increase (decrease) in accounts payable	7,947	7,947
Increase (decrease) in unearned income	1,795	1,795
Total adjustments	(2,304)	(2,304)
Net cash provided by (used for) operating activities	$ (134,208)	$ (134,208)

FIDUCIARY FUNDS

Monmouth Regional High School District
Statement of Fiduciary Net Position
Fiduciary Funds
6/30/2013

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts	Agency Fund
ASSETS				
Cash and cash equivalents	$ 394,628	$ 54,314	$ 9,286	$ 125,575
Investments, at fair value:				
U.S. government obligations				
NJ municipal bonds				
Total investments	-	-	-	-
Total assets	394,628	54,314	9,286	$ 125,575
LIABILITIES				
Accounts payable				
Payable to student groups				110,944
Payroll deductions and withholdings				14,631
Payable to teachers				
Total liabilities	-	-	-	$ 125,575
NET ASSETS				
Held in trust for unemployment claims and other purposes	$ 394,628			
Reserved for scholarships		$ 54,314		
Reserved for other trusts			$ 9,286	

Exhibit B-8

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

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts
ADDITIONS			
Contributions:			
Plan member	$ 32,103	$ 51,041	$ 9,000
Other			
Total Contributions	32,103	51,041	9,000
Investment earnings:			
Net increase (decrease) in fair value of investments			
Interest	383	27	5
Dividends			
Less investment expense			
Net investment earnings	383	27	5
Total additions	32,486	51,068	9,005
DEDUCTIONS			
Quarterly contribution reports			
Unemployment claims	42,393		
Scholarships awarded	9,343	52,700	3,000
Refunds of contributions			
Administrative expenses			
Total deductions	51,736	52,700	3,000
Change in net assets	(19,250)	(1,632)	6,005
Net assets—beginning of the year	413,878	55,946	3,281
Net assets—end of the year	$ 394,628	$ 54,314	$ 9,286

NOTES TO THE FINANCIAL STATEMENTS

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Monmouth Regional High School Board of Education have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). In June 1999 the GASB issued Statement 34 Basic *Financial Statements – and Management's Discussion and Analysis — for State and Local Governments.* This statement established new financial reporting requirements for state and local governmental entities throughout the United States. They require new information and restructure much of the information that governments have presented in the past. Comparability with reports issued in prior years is affected.

The District implemented these standards starting with the fiscal year-ending June 30, 2004. With the implementation of GASB Statement 34, the District has prepared required supplementary information titled *Management's Discussion and Analysis,* which precedes the basic financial statements.

Other GASB Statements are required to be implemented in conjunction with GASB Statement 34. The District implemented the following other GASB Statements: Statement 33 *-Accounting and Financial & Reporting for Nonexchange Transactions;* Statement 36 – *Recipient Reporting for Certain Shared Nonexchange Revenues;* Statement 37 - Basic *Financial Statements – and Management's Discussion and Analysis -fo r State and Local Governments: Omnibus* and Statement 38 – *Certain Financial Statement Note Disclosures;* Statement 40 – *Deposit and Investment Risk Disclosures* and Statement 44 - *Economic Condition Reporting- The Statistical Section;* Statement 45 *-Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* and Statement 54 - *Fund Balance Reporting and Governmental Fund Type Definitions.*

The accompanying financial statements present the financial position of the District and the various funds and fund types, the result of operations of the District and the various fund and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 20, 2013.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
A. Reporting Entity:

The Monmouth Regional High School District is a Type II district located in the County of Union, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

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

B. Basis of Presentation, Basis of Accounting:

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

Basis of Presentation

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

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

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

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

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).

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

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

Proprietary Fund Type

Enterprise (Food Service) Fund: The enterprise fund accounts for all revenues and expenses pertaining to cafeteria operations. The Food Service Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Fiduciary Fund Types

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Nonexpendable Trust Fund: A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Expendable Trust Funds: Expendable trust funds are used to account for the assets that the District holds whose principal and income may be expended in the course of their designated operations so that they are depleted by the end of their designated life.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting:

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

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when 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. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2013.

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

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

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Acutal amounts (budgetary) "revenues"	$	25,137,045		341,312
Adjust for State Aid Payment:				
Add: Prior Year Payment		368,993		
Less: Current Year Payment		(311,487)		
Adjust for Encumbrances:				
Add Prior Year Encumbrances				3,069
Less Current Year Encumbrances				
Total Revenues (GAAP Basis)	$	25,194,551	$	344,381
Uses/outflows of resources				
Acutal amounts (budgetary) "total outflows"	$	25,752,601		341,312
Adjustments:				
Add Prior Year Encumbrances				3,069
Less Current Year Encumbrances				
Total Expenditures (GAAP Basis)	$	25,752,601	$	344,381

E. Encumbrances:

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

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.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represents 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.

G. Inventories and Prepaid Expenses:

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

H. Fixed Assets:

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

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

Asset Class	Estimated Useful Lives
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & computer equipment	5-10
Instructional equipment	10
Grounds equipment	15

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

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

I. Accrued Salaries and Wages:

Certain District employees, who provide services to the District over the ten month academic year, have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

J. 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 varying amounts of vacation and sick leave in accordance with the District's personnel policies. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

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

K. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash which has been received but not yet earned.

L. Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets:

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

N. Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

O. Memorandum Only - Total Columns:

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures,* requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents, and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

A. Deposits:

New Jersey statutes require that school districts deposit public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), the Savings Association Insurance Fund, or by any other agency of the United States that insure deposits. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds; or

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

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued):

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

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are to be redeemed within one year, except that up to 25% of the Fund may be invested in eligible securities which mature within two years; provided, however, that the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required. "Other Than State" participants contribute one tenth of one percent per year of the value of the aggregate units owned by them to establish a Reserve Fund, which is supplemented by the proportional interest of "Other Than State" participants in gains on investment transactions realized.

The Reserve Fund is available to cover losses of "Other Than State" participants occasioned by the bankruptcy of an issuer of an investment held by the Fund and losses on sales of securities

B. Investments:

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

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.

- Government money market mutual funds.

- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.

- Bonds or other obligations of the school district or local unit of which the school district is a part.

- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

As of June 30, 2013, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents
Checking, Savings and Money Management	$ 7,989,199
NJ Cash Management Account	$ 1,294,400
	$ 9,283,599

All of the balances were covered by the either federal depository insurance or by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Program Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 – Insured or collateralized with securities held by the Board or by its agent in the Board's name.

Category 2 – Collateralized with securities held by the pledging public depository's trust department or agent in the Board's name.

Category 3 – Uncollateralized including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board's name.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

As of June 30, 2013, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings, New Jersey Cash Management Account. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 3 and are summarized as follows:

Risk Category	Amount
1	$ 9,283,599
2	None
3	None
	$ 9,283,599

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 3. CAPITAL ASSETS

Fixed asset activity for the fiscal year ended June 30, 2013 was as follows:

Capital assets not being depreciated:				
Land	120,340	-	-	120,340
Construction in progress	177,238	1,339,126	(718,572)	797,792
Total capital assets not being depreciated	297,578	1,339,126	(718,572)	918,132
Capital assets being depreciated:				
Site improvements	1,394,922	-	-	1,394,922
Building and building improvements	13,456,139	775,061		14,231,200
Machinery and equipment	3,081,928	67,530	(134,809)	3,014,649
Totals at historical cost	17,932,989	842,591	(134,809)	18,640,771
Less accumulated depreciation for :				
Site improvements	689,455	55,921	-	745,376
Building and improvements	5,541,807	263,664	-	5,805,471
Equipment	2,276,240	177,666	(133,434)	2,320,472
Total	8,507,502	497,251	(133,434)	8,871,319
Total capital assets being depreciated, net of accumulated depreciation	9,425,487	345,340	(1,375)	9,769,452
Governmental activity capital assets, net	$ 9,723,065	$ 1,684,466	$ (719,947)	$ 10,687,584

Business-type activities:

Capital assets being depreciated:				
Equipment	$ 167,294	$ -	$ -	$ 167,294
Less accumulated depreciation	151,895	3,766	-	$ 155,661
Enterprise fund capital assets, net	$ 15,399	$ (3,766)	$ -	$ 11,633

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 3. CAPITAL ASSETS (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to $2,000. The previous threshold was $500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than $500 but not greater than $2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Instruction	$ 3,072
Student and Instruction - Related Services	
School Administrative Related Services	
General and Business Administrative Services	
Central Services	17,390
Administrative Information Technology	17,617
Plant Operations and Maintenance	347,659
Pupil Transportation	106,671
Business and Other Support Services	4,842
Unallocated	
Total	$ 497,251

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 3. CAPITAL ASSETS (Continued)

On November 6, 2012 the voters of the District were asked to approve two Bond Referendum questions. The questions addressed projects regarding educational success and health and safety issues. Summaries of the projects are as follows:

Bond Question #1:

Asbestos Removal	$	660,000
Girls' Locker Room Renovation	$	1,353,000
Science Classrooms Renovation	$	3,690,000
Storage Room off of Girl's Locker Room	$	446,000
Total Question #1	$	6,149,000

Bond Question #2:

Paving of Lots	$	620,000
New Auxiliary Gym	$	2,337,000
Electrical Panels Renovation	$	850,000
Replacement of Original Clocks & Speaker (PA) System	$	500,000
Total Question #2	$	4,307,000

On November 6, 2012, Bond Question #1 was approved by the voters. The financial status of the project is reported as a Capital Project in the report entitled "Summary Statement of Project Expenditures" and appears as Exhibit F-1 in the CAFR.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 4. GENERAL LONG-TERM DEBT

During the fiscal year ended June 30, 2013, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance 07/01/12	Issued	Retired	Balance 06/30/13	Amounts Due Within One Year
Compensated Absences Payable	$ 1,175,006	$ 10,431		$ 1,185,437	
Serial Bonds Payable	610,000	6,149,000	610,000	6,149,000	535,000
Capital Leases Payable	907,313		310,284	597,029	256,373
	$ 2,692,319	$ 6,159,431	$ 920,284	$ 7,931,466	$ 791,373

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.

Principal and interest due on serial bonds outstanding is at June 30, 2013 as follows:

Year ending June 30,	Principal	Interest	Total
2014	$ 535,000	$ 59,936	$ 594,936
2015	530,000	81,305	611,305
2016	535,000	76,005	611,005
2017	540,000	69,318	609,318
2018	550,000	62,568	612,568
2019	555,000	55,692	610,692
2020	565,000	48,755	613,755
2021	570,000	40,280	610,280
2022	580,000	31,730	611,730
2023	590,000	22,305	612,305
2024	599,000	11,980	610,980
Total	$ 6,149,000	$ 559,874	$ 6,708,874

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

Advance Refunding:

The District adopted a resolution on August 6, 2002 for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated February 1, 1997 issued in the original principal amount of $6,995,000.

On September 1, 2002, the District issued $4,925,000 in Refunding School Bonds with interest rates ranging between 1.50% and 5.00%. The District issued the bonds to advance refund $4,800,000 of the outstanding School Bonds dated February 1, 1997 with interest rates ranging between 5.10% and 5.20%. The District used the net proceeds to purchase U.S. Government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the bond issue noted above. As a result, that portion of the bond issue noted above is considered defeased, and the District has removed the liability from its accounts.

The advance refunding resulted in an economic gain (difference between the present value of bond payments for the prior issues and the debt service payments for the Refunding School Bonds, discounted at the effective interest rate) of $189,874.49 which resulted in a net present value cost savings of 3.86% (economic gain divided by the outstanding bonds under the refunded issue.)

The remaining balance outstanding on the advance refunding bonds was paid on February 1, 2013. As of June 30, 2013, the outstanding balance on these bonds is zero.

B. Bonds Issued During the Year:

During the fiscal year ended June 30, 2013, the Board of Education voted and authorized the issuance of School Bonds in the amount of $6,149,000.

The purpose of the Bonds is to finance capital costs consisting of asbestos removal, the construction of a storage area in the women's locker room, and renovations to the science classroom. The total cost of the project is $6,149,000. The project will be permanently funded through the issuance of the Bonds.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

C. Bonds Authorized But Not Issued:

As of June 30, 2013, the District had no authorized but not used bonds.

C. Capital Leases Payable:

The District is leasing several copiers and school buses under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2013.

	Total
Year ending June 30,	
2014	$ 271,529
2015	$ 255,633
2016	$ 107,853
Total Minimum Lease Payments	635,015
Less: Amount Representing Interest	(26,631)
Net Minimum Lease Payments	$ 608,384

NOTE 5. PENSION PLANS

Plan Descriptions
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.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund was established as of January 1, 1995, 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 retirements, 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.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 5. PENSION PLANS (Continued)

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.

Significant Legislation

During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 5. PENSION PLANS (Continued)

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% 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.

During the fiscal year ended June 30, 2013, the State of New Jersey contributed $1,301,730 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $650,270 during the year ended June 30, 2013 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

NOTE 6. POST-EMPLOYMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2012, there were 97,661 retirees eligible for post retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with Chapter 62, P.L. 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 6. POST-EMPLOYMENT BENEFITS (Continued)

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

For the fiscal year ended June 30, 2013, the State of New Jersey contributed on behalf of the District $690,804 to the TPAF for post-retirement benefits.

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

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

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 173	$ 80,767
Special Revenue Fund		
Capital Projects Fund	60,772	173
Debt Service Fund		
Enterprise Fund	19,995	
Trust and Agency Fund		
	$80,940	$80,940

These amounts represent temporary advances between the various funds.

NOTE 8. CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2009-2010 fiscal year were subject to the Single Audit Act of 1984 and New Jersey OMB Circular 04-04 which mandates that grant revenues and expenditures be audited in conjunction with the Board's annual audit. Substantially, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. Further, the School Child Nutrition Program is a recipient of federal (USDA) reimbursements and is subject to certain related federal regulations. The federal reimbursements are subject to subsequent audit and interpretation by the New Jersey Department of Education. The Board and management do not believe such an audit would result in material amounts of disallowed costs.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 9. LITIGATION

The Board attorneys' report that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the financial position of the District.

NOTE 10. 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 varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term account group. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore, is not shown separately from the long-term liability balance of compensated absences.

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

NOTE 11. DEFERRED COMPENSATION

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by a benefits management company, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The Board offers several plan administrators for its employees to utilize.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 12. RISK MANAGEMENT

The Board has contracted with a commercial insurance company to provide coverage for various losses caused by the Board on its employees for losses sustained through other acts. The coverages are subject to various deductibles and coverage limits based on the type of policy coverage included. The coverages and its limits are detailed in the statistical section (Exhibit J-20).

The Board also maintains surety bond coverage on key financial employees.

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 the balance in the Trust Fund for the current and previous two years.

Fiscal Year	Ending Balance
2012-2013	$ 394,628
2011-2012	$ 413,878
2010-2011	$ 235,434

NOTE 13. INVENTORY

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

Food-Commodities	$ 2,864
Food and Non-Food – Regular	$ 6,630
	$ 9,494

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

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 14. FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the $3,661,506 General Fund fund balance at June 30, 2013, $117,814 is reserved for encumbrances; $1,915,987 has been reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 ($882,445 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2014); $617,885 has been reserved in the Capital Reserve Account; $50,000 has been reserved in the Maintenance Reserve Account; $203,038 has been appropriated and included as anticipated revenue for the year ending June 30, 2013; and $756,882 is unreserved and undesignated.

Debt Service Fund - The Debt Service Fund fund balance at June 30, 2013 was zero.

NOTE 15. CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2013 is $1,033,542. The excess fund balance at June 30, 2012 was $882,445.

NOTE 16. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 17. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 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.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 18. SUBSEQUENT EVENTS

The Monmouth Regional High School Board of Education has evaluated subsequent events occurring after June 30, 2013 through the date of November 30, 2013, which is the date the financial statements were available to be issued.

NOTE 19. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Monmouth Regional High School Board of Education by inclusion of $1 on October 19, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund, and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the ·annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriated 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.I9:60-2. Pursuant to N.J.A.C.6:23A-14.I(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2012	$	341,524
Plus:		
Transfers In		1,046,303
Interest Income		349
	$	1,388,176
Less:		
Transfers Out		(770,301)
Ending Balance, June 30, 2013	$	617,875

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 20. CONTINGENT LIABILITIES

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

NOTE 21. ECONOMIC DEPENDENCY

The District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could affect the District's programs and activities.

NOTE 22. GASB #54 – FUND BALANCE DISCLOSURES

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Monmouth Regional High School District classifies governmental fund balances as follows:

- Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned - includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

NOTE 22. GASB #54 – FUND BALANCE DISCLOSURES (continued)

General Fund – Of $3,661,506 General Fund fund balance at June 30, 2013, $1,033,542 is restricted for excess surplus – current year; $1,550,320 is restricted for other purposes; $117,784 is assigned for other purposes; $203,038 is assigned as designated for subsequent year's expenditures and $756,822 is unassigned.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 19,131,512	$ -	$ 19,131,512	$ 19,131,512	$ -
Transportation Fees From Other LEAs	452,570	-	452,570	379,530	(73,040)
Rental Facilities		60,000	60,000	50,493	(9,507)
Tuition					
Interest Income - Other		10,000		2,851	2,851
Interest Earned on Capital Reserve Funds.	50	-	50	349	299
Miscellaneous	118,000	(70,000)	48,000	123,887	75,887
Total - Local Sources	19,702,132	-	19,692,132	19,688,622	(3,510)
State Sources:					
Categorical Special Education Aid	639,532	-	639,532	639,532	
Categorical Transportation Aid	585,150	-	585,150	585,150	
Categorical Security Aid	100,913	-	100,913	100,913	
Equalization Aid	299,370	-	299,370	299,370	
Equalization Aid - ARRA		-			
Extraordinary Aid		-		202,302	202,302
Adjustment Aid	1,665,624	-	1,665,624	1,665,624	
Non Public Transportation Aid		-		39,309	39,309
Other State Aid		-			
TPAF Pension (On-Behalf - Non-Budgeted)		-		610,926	610,926
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)		-		690,804	690,804
TPAF Social Security (Reimbursed - Non-Budgeted)		-		650,270	650,270
Total State Sources	3,290,589	-	3,290,589	5,484,200	2,193,611
Federal Sources:					
Impact Aid	-	-		39,199	39,199
Education Jobs Fund		-			
Total - Federal Sources	-	-	-	39,199	39,199
Total Revenues	22,992,721	-	22,982,721	25,212,021	2,229,300
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers		-			
Grades 1-5 - Salaries of Teachers		-			
Grades 6-8 - Salaries of Teachers		-			
Grades 9-12 - Salaries of Teachers	6,607,914	(88,520)	6,519,394	6,494,678	24,716
Regular Programs - Home Instruction:					
Salaries of Teachers	16,800	11,905	28,705	28,509	196
Purchased Professional-Educational Services		-			
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	77,010	(41,905)	35,105	34,733	372
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)	2,000	1,600	3,600	3,530	70
General Supplies	203,481	30,412	233,893	218,146	15,747
Textbooks	73,073	(35,100)	37,973	30,267	7,706
Other Objects	111,675	-	111,675	101,915	9,760
TOTAL REGULAR PROGRAMS - INSTRUCTION	7,091,953	(121,608)	6,970,345	6,911,778	58,567
SPECIAL EDUCATION - INSTRUCTION					
Cognitive - Mild:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Cognitive - Mild	-	-	-	-	
Cognitive - Moderate:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Cognitive - Moderate	-	-	-	-	

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Learning and/or Language Disabilities:					
Salaries of Teachers		-	-	-	
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Learning and/or Language Disabilities	-	-	-	-	
Visual Impairments:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Visual Impairments	-	-	-	-	
Auditory Impairments:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Auditory Impairments	-	-	-	-	
Behavioral Disabilities:					
Salaries of Teachers		108,520	108,520	108,520	
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		4,900	4,900	4,439	461
Textbooks		-			
Other Objects		-			
Total Behavioral Disabilities	-	113,420	113,420	112,959	461
Multiple Disabilities:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Multiple Disabilities	-	-	-	-	
Resource Room/Resource Center:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Resource Room/Resource Center	-	-	-	-	
Autisim:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Autisim	-	-	-	-	

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Part-Time:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Preschool Disabilities - Part-Time	-	-	-	-	
Preschool Disabilities - Full-Time:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Preschool Disabilities - Full-Time	-	-	-	-	
Cognitive - Severe:					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Cognitive - Severe	-	-	-	-	
TOTAL SPECIAL EDUCATION - INSTRUCTION	-	113,420	113,420	112,959	461
Basic Skills/Remedial - Instruction					
Salaries of Teachers	92,529	-	92,529	92,529	
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Basic Skills/Remedial - Instruction	92,529	-	92,529	92,529	
Bilingual Education - Instruction					
Salaries of Teachers	52,200	-	52,200	52,200	
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Bilingual Education - Instruction	52,200	-	52,200	52,200	
School-Spon. Athletics - Inst.					
Salaries of Teachers	467,709	1,297	469,006	436,054	32,952
Other Salaries for Instruction		-			
Purchased Professional-Educational Services		-			
Purchased Technical Services		-			
Other Purchased Services (400-500 series)	57,500	11,703	69,203	59,858	9,345
General Supplies	53,600	(927)	52,673	45,868	6,805
Textbooks		-			
Other Objects	45,200	(9,460)	35,740	30,407	5,333
Total School-Spon. Athletics - Inst.	624,009	2,613	626,622	572,187	54,435

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Spon. Cocurricular Actvts. - Inst.					
Salaries	225,266	(47,000)	178,266	175,226	3,040
Purchased Services (300-500 series)	8,000	-	8,000	210	7,790
Supplies and Materials	5,000	(3,000)	2,000	495	1,505
Other Objects	34,100	3,867	37,967	36,763	1,204
Transfers to Cover Deficit (Agency Funds)		-			
Total School-Spon. Cocurricular Actvts. - Inst.	272,366	(46,133)	226,233	212,694	13,539
Other Instructional Programs - Instruction					
Salaries		-			
Purchased Services (300-500 series)		-			
Supplies and Materials		-			
Other Objects		-			
Transfers to Cover Deficit (Agency Funds)		-			
Total Other Instructional Programs - Instruction	-	-	-	-	
Total Instruction	8,133,057	(51,708)	8,081,349	7,954,347	127,002
Undistributed Expenditures - Instruction:					
Tuition to CSSD & Regional Day Schools		-			
Tuition to Private Schools for the Disabled - Within State	1,202,621	253,509	1,456,130	1,295,482	160,648
Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ		-			
Tuition -County Voc School Dist.-Regular	489,300	25,325	514,625	514,625	
Tuition -County Voc School Dist.-Special	178,500	6,015	184,515	174,875	9,640
Tuition - State Facilities	17,699	7,000	24,699	17,699	7,000
Tuition - Other		31,762	31,762	24,041	7,721
Tuition - Other LEAs Within State-Regular		-			
Tuition - Other LEAs Within State-Special	90,269	(38,840)	51,429	27,790	23,639
Total Undistributed Expenditures - Instruction:	1,978,389	284,771	2,263,160	2,054,512	208,648
Undistributed Expend. - Attendance & Social Work					
Salaries	87,113	(83,450)	3,663	3,338	325
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials	701	-	701		701
Other Objects	50	-	50		50
Total Undistributed Expend. - Attendance & Social Work	87,864	(83,450)	4,414	3,338	1,076
Undist. Expend. - Health Services					
Salaries	126,380	2,692	129,072	129,070	2
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)	850	1,692	2,542	2,085	457
Supplies and Materials	1,200	1,090	2,290	2,289	1
Other Objects	1,075	(215)	860	172	688
Total Undistributed Expenditures - Health Services	129,505	5,259	134,764	133,616	1,148
Undist. Expend. - Other Supp. Serv. Students - Related Serv.					
Salaries of Other Professional Staff	84,828	-	84,828	84,828	
Purchased Professional - Educational Services	190,393	(71,729)	118,664	117,795	869
Supplies and Materials		-			
Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.	275,221	(71,729)	203,492	202,623	869
Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.					
Salaries	161,388	15,669	177,057	177,057	
Total Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.	161,388	15,669	177,057	177,057	
Undist. Expend. - Other Supp. Serv. Students-Reg.					
Salaries of Other Professional Staff	495,181	1,986	497,167	497,166	1
Salaries of Secretarial and Clerical Assistants	134,171	-	134,171	134,170	1
Other Salaries		-			
Purchased Professional - Educational Services		-			
Other Purchased Prof. and Tech. Services	6,000	-	6,000	5,625	375
Other Purchased Services (400-500 series)	1,190	-	1,190	356	834
Supplies and Materials	3,750	3,768	7,518	6,973	545
Other Objects	21,433	(4,491)	16,942	5,085	11,857
Total Undist. Expend. - Other Supp. Serv. Students-Reg.	661,725	1,263	662,988	649,375	13,613
Undist. Expend. - Other Supp. Serv. Students - Special					
Salaries of Other Professional Staff	616,163	(76,468)	539,695	511,350	28,345
Salaries of Secretarial and Clerical Assistants	65,437	-	65,437	65,436	1
Purchased Professional Educational Services	88,000	8,658	96,658	64,525	32,133
Misc. Purch Serv (400 - 500 series o/than resid costs)	4,000	(881)	3,119	1,548	1,571
Supplies and Materials	4,000	2,048	6,048	5,759	289
Other Objects	4,850	1,742	6,592	5,554	1,038
Total Undist. Expend. - Other Supp. Serv. Students - Special	782,450	(66,643)	717,549	654,172	62,339
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	549,843	-	549,843	549,260	583
Salaries of Other Professional Staff	52,470	-	52,470	50,730	1,740
Salaries of Secr and Clerical Assist.		-			
Other Salaries	30,000	(7,723)	22,277	14,245	8,032
Purchased Prof- Educational Services		-			
Other Purch Prof. and Tech. Services		-			
Other Purch Services (400-500)		-			
Supplies and Materials		-			
Other Objects	1,000	-	1,000		1,000
Total Undist. Expend. - Improvement of Inst. Serv.	633,313	(7,723)	625,590	614,235	11,355

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	167,456	65,702	233,158	233,140	18
Other Purchased Prof. and Tech. Services		-			
Other Purchased Services (400-500 series)	100	-	100		100
Supplies and Materials	28,628	(2,300)	26,328	26,127	201
Other Objects	1,200	1,000	2,200	1,969	231
Total Undist. Expend. - Edu. Media Serv./Sch. Library	197,384	64,402	261,786	261,236	550
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Supervisors of Instruction	1,506	1,994	3,500	3,500	
Salaries of Other Professional Staff	25,600	(304)	25,296	6,685	18,611
Salaries of Secretarial and Clerical Assist		-			
Other Salaries		-			
Purchased Professional - Educational Servic		-			
Other Purchased Prof. and Tech. Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials	1,000	(69)	931	-	931
Other Objects	200	-	200	-	200
Total Undist. Expend. - Instructional Staff Training Serv.	28,306	1,621	29,927	10,185	19,742
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	205,190	102	205,292	202,231	3,061
Legal Services	26,500	28,100	54,600	49,738	4,862
Audit Fees	28,000	305	28,305	28,305	
Other Purchased Professional Services	2,500	(305)	2,195	1,145	1,050
Communications/Telephone	42,640	(4,100)	38,540	33,360	5,180
BOE Other Purchased Services	1,000	2,080	3,080	2,539	541
Other Purchased Services (400-500 series)	64,940	(277)	64,663	60,782	3,881
Other Purchased Prof. and Tech. Services		-			
Rental		-			
Travel		-			
Supplies and Materials		-			
General Supplies	2,646	6,831	9,477	9,477	
BOE In house Training/Meeting Supplies		600	600	430	170
BOE Membership Dues and Fees	12,600	-	12,600	12,576	24
Judgements Against The School Distric		-			
Miscellaneous Expenditures	21,750	21,063	42,813	34,119	8,694
Total Undist. Expend. - Supp. Serv. - General Admin.	407,766	54,399	462,165	434,702	27,463
Undist. Expend. - Support Serv. - School Admin.					
Salaries of Principals/Assistant Principals	227,114	42,748	269,862	259,313	10,549
Salaries of Other Professional Staff	164,302	-	164,302	164,301	1
Salaries of Secretarial and Clerical Assistants	121,016	39,662	160,678	160,677	1
Other Salaries		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)	600	-	600	342	258
Supplies and Materials	10,836	6,000	16,836	13,032	3,804
Rental		-			
Other Objects	8,820	325	9,145	6,244	2,901
Total Undist. Expend. - Support Serv. - School Admin.	532,688	88,735	621,423	603,909	17,514
Undist. Expend. - Central Services					
Salaries	283,717	3,176	286,893	255,749	31,144
Purchased Professional Services	3,000	(3,000)	-		
Other Purchased Services (400-500 series)	12,700	(3,864)	8,836	6,729	2,107
Sale/Lease Back Payments		-			
Supplies and Materials	9,280	14,633	23,913	23,846	67
Interest on Current Loans		-			
Miscellaneous Expenditures		9,112	9,112	9,111	1
Total Undist. Expend. - Central Services	308,697	20,057	328,754	295,435	33,319
Undist. Expend. - Admin. Info. Tech.					
Salaries	10,500	2,461	12,961	12,755	206
Other Purchased Services (400-500 series)	500	269	769	695	74
Supplies and Materials		-			
Total Undist. Expend. - Admin. Info. Tech.	11,000	2,730	13,730	13,450	280
Undist. Expend. - Required Maint.- School Facilities					
Salaries	273,880	3,705	277,585	270,588	6,997
Salaries of Secretarial and Clerical Assistants		-			
Other Salaries		-			
Salaries of Other Professional Staff					
Cleaning, Repair and Maintenance Services	367,730	(17,712)	350,018	232,348	117,670
Other Purchased Property Services		-			
Insurance		-			
Miscellaneous Purchased Services-Rental		-			
General Supplies	133,525	44,600	178,125	167,053	11,072
Energy (Energy and Electricity)		-			
Other Objects	2,300	-	2,300	671	1,629
Total Undist. Expend. - Required Maint.- School Facilities	777,435	30,593	808,028	670,660	137,368

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Oth. Oper. & Maint. of Plant					
Salaries	531,903	(19,938)	511,965	502,418	9,547
Salaries of Secretarial and Clerical Assistants		-			
Other Salaries		-			
Purchased Professional and Technical Services		-			
Cleaning, Repair and Maintenance Services		-			
Other Purchased Property Services	43,250	(5,000)	38,250	24,799	13,451
Insurance	101,405	(3,000)	98,405	94,705	3,700
Miscellaneous Purchased Services-Rental		-			
General Supplies	85,000	(23,845)	61,155	53,766	7,389
Energy (Heat and Electricity)	623,796	(304,309)	319,487	315,636	3,851
Other Objects	17,000	8,045	25,045	25,045	
Total Undist. Expend. - Other Oper. & Maint. Of Plant	1,402,354	(348,047)	1,054,307	1,016,369	37,938
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	135,348	25,563	160,911	159,022	1,889
Cleaning, Repair and Maintenance Services	11,500	-	11,500	7,940	3,560
Total Undist. Expend. - Care & Upkeep of Grounds	146,848	25,563	172,411	166,962	5,449
Undist. Expend. - Security					
Salaries	25,333	-	25,333	25,196	137
Cleaning, Repair and Maintenance Services		3,000	3,000	1,869	1,131
Total Undist. Expend. - Security	25,333	3,000	28,333	27,065	1,268
Undist. Expend. - Student Transportation Serv.					
Management Fees - ESC & CTSA Transportation Programs		-			
Salaries for pupil trans - (Between Home and School) - Reg	359,309	66,839	426,148	426,147	1
Salaries for pupil trans - (Between Home and School) - Sp Ed		-			
Salaries for pupil trans - (Other than Bet. Home and School)	58,630	5,245	63,875	62,684	1,191
Cleaning, Repair and Maintenance Services	85,000	11,045	96,045	77,344	18,701
Lease Purchase Payments - School Buses	102,868	4,379	107,247	107,247	
Contract Services - (Other than Bet. Home and School) - Vendors	3,000	400	3,400	797	2,603
Contract Services - (Between Home and School) - Vendors	565,489	(140,598)	424,891	152,517	272,374
Contract Services - (Special Ed Stds) - Vendors	5,000	(5,000)			
Contract Services - (Special Ed Stds) - Joint		-			
Contract Services - (Reg Ed Stds) - ESCs & CTSAs	245,953	119,669	365,622	351,708	13,914
Contract Services - (Special Ed Stds) - ESCs & CTSAs		-			
Contract Services - Aid in Lieu Of Pymts-NonPub Sch	157,794	(2,846)	154,948	133,813	21,135
Miscellaneous Purchaseed Services-Transportation	213,751	(79,500)	134,251	126,926	7,325
Supplies and Materials		-			
Transportation Supplies	69,000	51,789	120,789	119,461	1,328
Other Objects	6,480	618	7,098	5,699	1,399
Total Undist. Expend. - Student Transportation Serv.	1,872,274	32,040	1,904,314	1,564,343	339,971
Undist. Expend. - Business and Other Support Serv.					
Salaries		-			
Other Purchased Services (400-500 series)		-			
Insurance		-			
Supplies and Materials		-			
Interest on Current Loans		-			
Total Undist. Expend. - Business and Other Support Serv.	-	-	-	-	
Undist. Expend. - Food Services					
Transfers to Cover Deficit (Enterprise Fund)	-	-			
Total Undist. Expend. - Food Services	-	-	-	-	
UNALLOCATED BENEFITS					
Group Insurance		-			
Social Security Contributions	300,000	-	300,000	280,677	19,323
T.P.A.F. Contributions - ERIP		-			
Other Retirement Contributions - Regular	304,092	(25,000)	279,092	274,880	4,212
Interest for Lease Purchase		-			
Unemployment Compensation		-			
Workmen's Compensation	203,940	8,000	211,940	211,168	772
Health Benefits	4,364,487	(76,500)	4,287,987	4,076,841	211,146
Tuition Reimbursement	22,500	3,658	26,158	26,158	
Other Employee Benefits	34,500	78,594	113,094	96,239	16,855
TOTAL UNALLOCATED BENEFITS	5,229,519	(11,248)	5,218,271	4,965,963	252,308
On-Behalf TPAF Pension Contributions (non-budgeted)		-		610,926	(610,926)
On-Behalf TPAF Post-Retirement Medical Contributions (non-budgeted)				690,804	(690,804)
Reimbursed TPAF Social Security Contributions (non-budgeted)		-		650,270	(650,270)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	1,952,000	(1,952,000)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	5,229,519	(11,248)	5,218,271	6,917,963	(1,699,692)
TOTAL UNDISTRIBUTED EXPENDITURES	15,649,459	41,262	15,692,463	16,471,207	(779,782)
TOTAL GENERAL CURRENT EXPENSE	23,782,516	(10,446)	23,773,812	24,425,554	(651,742)
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction:					
Preschool/Kindergarten		-			
Grades 1-5		-			
Grades 6-8		-			
Grades 9-12		-			
Home Instruction		-			

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education - Instruction:					
Cognitive - Mild		-			
Cognitive - Moderate		-			
Learning and/or Language Disabilities		-			
Visual Impairments		-			
Auditory Impairments		-			
Behavioral Disabilities		-			
Multiple Disabilities		-			
Resource Room/Resource Center		-			
Autism		-			
Preschool Disabilities - Part-Time		-			
Preschool Disabilities - Full-Time		-			
Cognitive - Severe		-			
Basic Skills/Remedial - Instruction		-			
Bilingual Education - Instruction		-			
Vocational Programs - Local - Instruction		-			
School-Sponsored and Other Instructional Program		-			
Undistributed Expenditures - Instruction	-	24,326	24,326	23,599	727
Undist.Expend.-Support Serv.-Students - Reg.	-	2,980	2,980	2,980	
Undist.Expend.-Non-Instructional Services		-			
Undistributed Expenditures - General Admin.		-			
Undistributed Expenditures - School Admin.		-			
Undistributed Expenditures - Operation of Plant Services	-	46,474	46,474	44,252	2,222
Schools Buses - Regular		-			
Special Schools (All Programs)		-			
Total Equipment	-	73,780	73,780	70,831	2,949
Facilities Acquisition and Construction Services					
Construction Services	214,726	(1,111)	213,615	209,913	3,702
Other Purchased Prof. Service		-			
Lease Purchase Agreements		-			
Total Facilities Acquisition and Construction Services	214,726	(1,111)	213,615	209,913	3,702
Assets Acquired Under Capital Leases (non-budgeted)					
Undistributed Expenditures:					
Capital Leases		-			
Assets Acquired Under Capital Leases (non-budgeted)	-	-	-	-	
Deposit to Capital Reserve	744,853	301,450	1,046,303	1,046,303	
TOTAL CAPITAL OUTLAY	959,579	374,119	1,333,698	1,327,047	6,651
SPECIAL SCHOOLS					
Summer School - Instruction					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Summer School - Instruction	-	-	-	-	
Summer School - Support Services					
Salaries		-			
Personal Services - Employee Benefits		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials		-			
Other Objects		-			
Total Summer School - Support Services	-	-	-	-	
Total Summer School	-	-	-	-	
Other Special Schools - Instruction					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Other Special Schools - Instruction	-	-	-	-	

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Special Schools - Support Services					
Salaries		-			
Personal Services - Employee Benefits		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials		-			
Other Objects		-			
Total Other Special Schools - Support Services	-	-	-	-	
Total Other Special Schools	-	-	-	-	
Accred. Even./Adult H.S./Post-Grad.-Inst.					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
		-			
Total Accred. Even./Adult H.S./Post-Grad.-Inst.	-	-	-	-	
Accred. Even./Adult H.S./Post-Grad.-Supp. Service					
Salaries		-			
Personal Services - Employee Benefits		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials		-			
Other Objects		-			
Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service	-	-	-	-	
Total Accred. Even./Adult H.S./Post-Grad.	-	-	-	-	
Adult Education-Local-Instruction					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Adult Education-Local-Instruction	-	-	-	-	
Adult Education-Local -Support Serv.					
Salaries		-			
Personal Services - Employee Benefits		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials		-			
Other Objects					
Total Adult Education-Local -Support Serv.	-	-	-	-	
Total Adult Education-Local	-	-	-	-	
Vocational Evening-Local-Instruction					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Vocational Evening-Local-Instruction	-	-	-	-	
Vocational Evening-Local-Support Serv.					
Salaries		-			
Personal Services - Employee Benefits		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials		-			
Other Objects		-			
Total Vocational Evening-Local-Support Serv.	-	-	-	-	
Total Vocational Evening-Local	-	-	-	-	

Monmouth Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Even.-Sch.-Foreign-Born-Local-Inst.					
Salaries of Teachers		-			
Other Salaries for Instruction		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
General Supplies		-			
Textbooks		-			
Other Objects		-			
Total Even.-Sch.-Foreign-Born-Local-Inst.	-	-	-	-	
Even.-Sch.-Foreign-Born-Local-Sup. Serv.					
Salaries		-			
Personal Services - Employee Benefits		-			
Purchased Professional and Technical Services		-			
Other Purchased Services (400-500 series)		-			
Supplies and Materials		-			
Other Objects		-			
Total Even.-Sch.-Foreign-Born-Local-Sup. Serv.	-	-	-	-	
Total Even.-Sch.-Foreign-Born-Local	-	-	-	-	
TOTAL SPECIAL SCHOOLS	-	-	-	-	
Transfer of Funds to Charter Schools					
TOTAL EXPENDITURES	24,742,095	363,673	25,107,510	25,752,601	(645,091)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,749,374)	(363,673)	(2,124,789)	(540,580)	1,584,209
Other Financing Sources(Uses):					
Transfer to Capital Projects Fund	-	-	-	(753,902)	753,902
Transfer to Capital Reserve				1,046,303	
Total Other Financing Sources:	-	-	-	292,401	753,902
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(1,749,374)	(363,673)	(2,124,789)	(248,179)	2,338,111
Fund Balance, July 1	1,349,809	(2,406,745)	(1,056,936)	3,909,685	(4,966,621)
Fund Balance, June 30	$ (399,565)	$ (2,770,418)	$ (3,181,725)	$ 3,661,506	$ (2,628,510)

Recapitulation:

Restricted Fund Balance:	
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	$ 882,445
Reserve for Excess Surplus	1,033,542
Reserve for Capital Reserve	617,875
Reserve for Maintenance	50,000
Comitted Fund Balance:	
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	203,038
Reserve for Encumbrances	117,784
Unrestricted Fund Balance	756,822
	3,661,506
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment not recognized on GAAP basis	(311,487)
Fund Balance per Governmental Funds (GAAP)	$ 3,350,019

Monmouth Regional High School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	$ 3,232	-	$ 3,232	$ 2,770	$ (462)
State Sources	70,620	-	70,620	57,710	(12,910)
Federal Sources	221,304	266,126	487,430	280,832	(206,598)
Total Revenues	**295,156**	**266,126**	**561,282**	**341,312**	**(219,970)**
EXPENDITURES:					
Instruction					
Salaries of Teachers	53,095	(7,230)	45,865	13,466	32,399
Other Salaries for Instruction		-		2,624	(2,624)
Other Salaries	5,640	4,291	9,931		9,931
Purchased Professional - Educational Services		-			-
Purchased Professional and Technical Services		-			-
Supplies and Materials		60,487	60,487		60,487
Other Purchased Services (400-500 series)		-			-
General Supplies		-		24,875	(24,875)
Textbooks	13,369	-	13,369	6,113	7,256
Tuition	65,997	175,634	241,631	181,736	59,895
Other Objects	-	-			-
Total Instruction	138,101	233,182	371,283	228,814	142,469
Support Services					
Salaries of Other Professional Staff		-			-
Salaries of Secretaries & Clerical Assistants		-			-
Other Salaries	3,233	-	3,233	2,770	463
Personal Services - Employee Benefits	1,335	3,035	4,370	1,336	3,034
Purchased Professional Services	19,148	(2,332)	16,816	40,250	(23,434)
Other Purchased Professional Services	64,897	-	64,897		64,897
Other Purchased Professional and Technical Services		-		7,270	(7,270)
Rentals		-			-
Contracted Services Transportation		-			-
Tuition		-			-
Travel		-			-
Other Purchased Services (400-500 series)	34,232	23,018	57,250	-	57,250
Supplies & Materials	34,210	-	34,210	14,209	20,001
Other Objects		-			
				46,663	
Total Support Services	157,055	23,721	180,776	112,498	68,278
EXPENDITURES (CONT'D.)					
Facilities Acquisition and Construction Services:					
Buildings		-			-
Instructional Equipment		9,223	9,223		9,223
Noninstructional Equipment		-			-
Total Facilities Acquisition and Construction Services	-	9,223	9,223	-	9,223
Transfer to Charter School					-
Total Expenditures	295,156	266,126	561,282	341,312	219,970

Monmouth Regional High School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources (Uses)					
Transfer in from General Fund		-			-
Transfer Out to Whole School Reform (General Fund)		-			-
Total Other Financing Sources (Uses)	-	-	-	-	-
Total Outflows	295,156	266,126	561,282	341,312	219,970
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Monmouth Regional High 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]**	$25,137,045	**[C-2]**	$ 341,312
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				3,069
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(311,487)		
Prior year state aid payment recognized for GAAP purposes in current year		368,993		
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	**[B-2]**	$25,194,551	**[B-2]**	$ 344,381
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	**[C-1]**	25,752,601	**[C-2]**	341,312
Differences - budget to GAAP				
The district budgets for claims and compensated absences only to the extent expected to be 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.				3,069
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
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]**	$25,752,601	**[B-2]**	$ 344,381

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

Exhibit E-1

Monmouth Regional High 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	Title I 2011-2012 (Carryover)	I.D.E.A. Part B Basic	Race to the Top	Peskoe Grant	Total
REVENUES							
Local Sources	$ -					$ 2,770	$ 2,770
State Sources	57,710						57,710
Federal Sources	43,749	16,933	31,144	181,736	7,270		280,832
Total Revenues	**101,459**	**16,933**	**31,144**	**181,736**	**7,270**	**2,770**	**341,312**
EXPENDITURES:							
Instruction:							
Salaries of Teachers	528		12,938				13,466
Other Salaries for Instruction	2,624						2,624
Purchased Professional - Educational Services	-						-
Purchased Professional and Technical Services	-						-
Other Purchased Services (400-500 series)	-						-
Tuition	-			181,736			181,736
General Supplies	4,934	16,933	3,008				24,875
Textbooks	6,113						6,113
Other Objects	-						
Supplies and Materials	-						-
Total instruction	14,199	16,933	15,946	181,736	-	-	228,814
Support services:							
Salaries of Secretarial and Clerical Assists.	-						-
Other Salaries	-					2,770	2,770
Personal Services - Employee Benefits	347		989				1,336
Purchased Professional Services	40,250						40,250
Other Purchased Professional and Technical Services	-				7,270		7,270
Purchased Technical Services	-						-
Rentals	-						-
Travel	-						-
Other Purchased Services	46,663						46,663
Supplies & Materials	-		14,209				14,209
Total support services	87,260	-	15,198	-	7,270	2,770	112,498

Exhibit E-1

Monmouth Regional High 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	Title I 2011-2012 (Carryover)	I.D.E.A. Part B Basic	Race to the Top	Peskoe Grant	Total
EXPENDITURES (CONT'D):							
Facilities acquisition and const. serv.:							
Buildings	-						-
Instructional Equipment	-						-
Noninstructional Equipment	-						-
Total facilities acquisition and const. serv.	-	-	-	-	-	-	-
Transfer to Charter Schools	-						-
Total Expenditures	101,459	16,933	31,144	181,736	7,270	2,770	341,312
Other Financing Sources (Uses)							
Transfer In from General Fund	-						-
Contribution to Whole School Reform	-						-
	-	-	-	-	-	-	-
Total Outflows	101,459	16,933	31,144	181,736	7,270	2,770	341,312
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -	$ -	$ -

Exhibit E-1a

Monmouth Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2013

	N.J. Nonpublic Handicapped Services Ch. 193							
	Supplemental Instruction	Examination & Classification	Nonpublic Technology	Nonpublic Textbooks	Nonpublic Nursing	Title II Part A	Title II Part A 2011-2012 (Carryover)	Total Carried Forward
REVENUES								
Local Sources								$ -
State Sources	4,857	23,251	4,934	6,113	18,555			57,710
Federal Sources						33,022	10,727	43,749
Total Revenues	**4,857**	**23,251**	**4,934**	**6,113**	**18,555**	**33,022**	**10,727**	**101,459**
EXPENDITURES:								
Instruction:								
Salaries of Teachers							528	528
Other Salaries for Instruction							2,624	2,624
Purchased Professional - Educational Services								-
Purchased Professional and Technical Services								-
Other Purchased Services (400-500 series)								-
Tuition								-
General Supplies			4,934					4,934
Textbooks				6,113				6,113
Other Objects								-
Supplies and Materials								-
Total instruction	-	-	4,934	6,113	-	-	3,152	14,199
Support services:								
Salaries of Secretarial and Clerical Assists.								-
Other Salaries								-
Personal Services - Employee Benefits							347	347
Purchased Professional Services						33,022	7,228	40,250
Other Purchased Professional and Technical Services								-
Purchased Technical Services								-
Rentals								-
Travel								-
Other Purchased Services	4,857	23,251			18,555			46,663
Supplies & Materials								-
Total support services	4,857	23,251	-	-	18,555	33,022	7,575	87,260

Exhibit E-1a

Monmouth Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2013

	N.J. Nonpublic Handicapped Services Ch. 193							
	Supplemental Instruction	Examination & Classification	Nonpublic Technology	Nonpublic Textbooks	Nonpublic Nursing	Title II Part A	Title II Part A 2011-2012 (Carryover)	Total Carried Forward
EXPENDITURES (CONT'D):								
Facilities acquisition and const. serv.:								
Buildings								-
Instructional Equipment								-
Noninstructional Equipment								-
Total facilities acquisition and const. serv.	-	-	-	-	-	-	-	-
Transfer to Charter Schools								-
Total Expenditures	4,857	23,251	4,934	6,113	18,555	33,022	10,727	101,459
Other Financing Sources								
Transfer in from General Fund								-
Contribution to Whole School Reform								-
	-	-	-	-	-	-	-	-
Total Outflows	4,857	23,251	4,934	6,113	18,555	33,022	10,727	101,459
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

CAPITAL PROJECTS FUND
DETAIL STATEMENTS

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

Exhibit F-1

Monmouth Regional High School District
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Fiscal Year Ended June 30, 2013

Project Title/Issue	Original Date	Appropriations	Expenditures to Date		Unexpended Balance June 30, 2013
			Prior Years	Current Year	
Improvements to Existing School Buildings:					
Masonry Project: repointing/waterproofing building	2/21/2012	$ 44,900	$ 44,900		-
					$ -
Renovations to band, AV and supply rooms	5/15/2012	$ 805,312	$ 7,237	798,075	$ -
					$ -
Renovations to the girl's locker room, science classrooms, storage room and asbestos removal	11/6/2012	$ 6,149,000		541,051	$ 5,607,949
					$ -
			-		
			-		$ -
		$ 6,999,212	$ 52,137	$ 1,339,126	$ 5,607,949

Exhibit F-2

Monmouth Regional High School District
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2013

Revenues and Other Financing Sources:	
Bond Proceeds	$ 6,149,000
Transfer from Capital Reserve	754,075
Interest Income	173
Transfer from Capital Outlay	-
Total Revenues	6,903,248
Expenditures and Other Financing Uses:	
Transfers to General Fund	173
Purchased Professional and Technical Services	1,327,150
Land and Improvements	-
Construction services	-
Bond Issuance Costs	11,976
Equipment Purchases	-
Total Expenditures	1,339,299
Excess (Deficiency) of revenues over (under) expenditures	5,563,949
Fund Balance - Beginning	44,000
Fund Balance - Ending	$ 5,607,949

PROPRIETARY FUNDS
DETAIL STATEMENTS

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.

FIDUCIARY FUNDS
DETAIL STATEMENTS

Fiduciary Funds are used to account for funds received by the school district for a specific purpose. Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll Fund - This agency fund is used to account for the payroll transactions of the school district.

Exhibit H-1

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trust	Agency Fund	Total
ASSETS:					
Cash and Cash Equivalents	$ 394,628	$ 54,314	$ 9,286	$ 125,575	$ 583,803
Total Assets	$ 394,628	$ 54,314	$ 9,286	$ 125,575	$ 583,803
LIABILITIES:					
Payable to Student Groups	$	$	$	$ 110,944	$ 110,944
Payroll Deductions and Withholdings				14,631	14,631
Total Liabilities	$ -	$ -	$ -	$ 125,575	$ 125,575
NET ASSETS:					
Held in Trust for Unemployment Claims and Other Purpose	$ 394,628	$	$		$ 394,628
Reserved for Scholarships		54,314			54,314
Reserved for Other Trust			9,286		9,286
Total Net Assets	$ 394,628	$ 54,314	$ 9,286		$ 458,228

Exhibit H-2

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts	Total
ADDITIONS:				
Contributions:				
Plan Member	$ 32,103	$ 51,041	$ 9,000	$ 92,144
Other				-
Total Contributions	$ 32,103	$ 51,041	$ 9,000	$ 92,144
Investment Earnings:				
Interest & Dividends	$ 383	$ 27	$ 5	$ 415
Net Investment Earnings	$ 383	$ 27	$ 5	$ 415
Total Additions	$ 32,486	$ 51,068	$ 9,005	$ 92,559
DEDUCTIONS:				
Quarterly Contribution Reports	$ 42,393	$	$	$ 42,393
Unemployment Claims	9,343			9,343
Scholarships Awarded		52,700	3,000	55,700
Miscellaneous				-
Total Deductions	$ 51,736	$ 52,700	$ 3,000	$ 107,436
Change in Net Assets	$ (19,250)	$ (1,632)	$ 6,005	$ (14,877)
Net Assets - Beginning of Fiscal Year	$ 413,878	$ 55,946	$ 3,281	$ 473,105
Net Assets - End of Fiscal Year	$ 394,628	$ 54,314	$ 9,286	$ 458,228

Exhibit H-3

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Schools	Balance July 1, 2012	Cash Receipts	Cash Disbursements	Balance June 30, 2013
Monmouth Regional High School	$ 117,725	$ 415,427	$ 422,350	$ 110,802
Monmouth Regional Athletic	100	65,839	65,797	142
Total	$ 117,825	$ 481,266	$ 488,147	$ 110,944

Exhibit H-4

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013
ASSETS:				
Cash and cash equivalents	$ 12,988	$ 19,701,625	$ 19,699,930	$ 14,683
Total Assets	$ 12,988	$ 19,701,625	$ 19,699,930	$ 14,683
LIABILITIES:				
Net Payroll	$	$	$	$ -
Payroll deductions and withholdings	12,988	19,701,625	19,699,930	14,683
Total Liabilities	$ 12,988	$ 19,701,625	$ 19,699,930	$ 14,683

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, mortgages payable, term loans and obligations under capital leases.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF SERIAL BONDS AND LOANS
June 30, 2013

Issue	Date of Issue	Amount of Issue	Annual Maturities of Bonds and Loans Outstanding June 30, 2013 Date	Amount	Interest Rate	Balance July 1, 2012	Issued	Retired	Balance June 30, 2013
School Refunding Bonds	9/1/2002	4,925,000			3.875%	$ 610,000		$ 610,000	$ -
Construction of Storage Area in Women's Locker Room, Renovations to the Science Classrooms and Removal of Asbestos	5/7/2013	6,149,000	2/1/2014	535,000	1.000%	$ 610,000	$ 6,149,000	$ 610,000.00	$ 6,149,000
			2/1/2015	530,000	1.000%				
			2/1/2016	535,000	1.250%				
			2/1/2017	540,000	1.250%				
			2/1/2018	550,000	1.250%				
			2/1/2019	555,000	1.250%				
			2/1/2020	565,000	1.500%				
			2/1/2021	570,000	1.500%				
			2/1/2022	580,000	1.625%				
			2/1/2023	590,000	1.750%				
			2/1/2024	599,000	2.000%				
				6,149,000					

Exhibit I-2

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
June 30, 2013

Series	Amount of Original Issue	Amount Outstanding July 1, 2012	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2013
2009 Xerox 4575 Digital Copier	$ 135,961	$ 40,819	$	$ 27,192	$ 13,627
2009 54 Passenger - Type "C" Buses	144,826	30,152		30,152	-
2009 9 Passenger - Buses	66,800	14,055		14,055	-
2010 Xerox Color Cube 9203	56,776	34,066		11,355	22,711
2011 Exterior Bleacher Replacement	571,000	343,868		111,860	232,008
2011 (1) 24 Passenger Bus	9,605	26,540		8,466	18,074
2011 (2) 54 Passenger Buses	72,948	43,736		14,093	29,643
2011 Fire Alarm Replacement	422,500	338,000		84,500	253,500
2012 (1) 24 Passenger Bus	45,806	36,077		8,611	27,466
		$ 907,313	$ -	$ 310,284	$ 597,029

Monmouth Regional High 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	$ 575,736	$ -	$ 575,736	$ 575,736	$ -
State Sources:					
Debt Service Aid Type II	57,902	-	57,902	57,902	-
Total Revenues	**633,638**	-	**633,638**	**633,638**	-
EXPENDITURES:					
Regular Debt Service:					
Interest	23,638	-	23,638	23,638	-
Redemption of Principal	610,000	-	610,000	610,000	-
Total Regular Debt Service	633,638	-	633,638	633,638	-
Total expenditures	**633,638**	-	**633,638**	**633,638**	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund		-			-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1					-
Fund Balance, June 30	$ -	$ -	$ -	$ -	$ -
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	$ -		$ -	$ -	$ -

STATISTICAL SECTION

INTRODUCTION TO THE STATISTICAL SECTION

Monmouth Regional High School District
Introduction to the Statistical Section

Contents **Page**

Financial Trends **99-105**

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

Revenue Capacity **106-117**

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

Debt Capacity **118-125**

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

Demographic and Economic Information **126-131**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

Operating Information **132-136**

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

FINANCIAL TRENDS

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Net Assets by Component,
Last ten fiscal years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities										
Invested in capital assets, net of related debt	$ 2,137,027	$ 2,258,434	$ 2,436,515	$ 2,711,255	$ 4,247,559	$ 5,738,558	$ 7,006,797	$ 7,372,902	$ 8,205,752	$ 3,941,555
Restricted (Deficit)	648,500	2,897,117	4,200,619	4,485,916	4,402,357	3,699,687	3,316,940	3,144,099	3,023,343	2,786,900
Unrestricted (Deficit)	1,412,531	390,360	(585,091)	(273,621)	(575,884)	701,706	(521,493)	(482,071)	(613,657)	4,960,658
Total governmental activities net assets	$ 4,198,058	$ 5,545,911	$ 6,052,043	$ 6,923,550	$ 8,074,032	$ 10,139,951	$ 9,802,244	$ 10,034,930	$ 10,615,438	$ 11,689,113
Business-type activities										
Invested in capital assets, net of related debt	$ 520	$ 173	$ -	$ -	$ -	$ 53,829	$ 25,629	$ -	$ 15,399	$ 11,633
Restricted										
Unrestricted	75,593	99,145	115,020	132,990	119,206	70,636	57,240	8,229	39,205	11,803
Total business-type activities net assets	$ 76,113	$ 99,318	$ 115,020	$ 132,990	$ 119,206	$ 124,465	$ 82,869	$ 8,229	$ 54,604	$ 23,436
District-wide										
Invested in capital assets, net of related debt	$ 2,137,547	$ 2,258,607	$ 2,436,515	$ 2,711,255	$ 4,247,559	$ 5,792,387	$ 7,032,426	$ 7,372,902	$ 8,221,151	$ 3,953,188
Restricted (Deficit)	648,500	2,897,117	4,200,619	4,485,916	4,402,357	3,699,687	3,316,940	3,144,099	3,023,343	2,786,900
Unrestricted (Deficit)	1,488,124	489,505	(470,071)	(140,631)	(456,678)	772,342	(464,253)	(473,842)	(574,452)	4,972,461
Total district net assets	$ 4,274,171	$ 5,645,229	$ 6,167,063	$ 7,056,540	$ 8,193,238	$ 10,264,416	$ 9,885,113	$ 10,043,159	$ 10,670,042	$ 11,712,549

Source: School District Financial Reports

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities										
Instruction										
Regular	$ 7,619,856	$ 7,615,418	$ 8,437,052	$ 8,828,801	$ 9,018,054	$ 7,891,521	$ 8,886,364	$ 9,778,300	$ 10,855,283	$ 10,812,598
Special education	1,670,930	1,913,775	2,212,270	2,459,015	2,839,990	2,382,409	2,602,184	1,078,948	1,845	112,959
Other special education										
Vocational										
Other instruction	1,860,311	1,508,588	1,599,308	1,699,314	1,605,600	1,451,076	1,252,234	1,134,670	1,167,555	1,117,939
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Tuition	1,631,432	2,019,376	1,996,831	1,780,109	2,089,522	2,536,225	1,853,446	1,975,121	2,219,924	2,054,512
Student & instruction related services	3,886,169	3,699,439	4,031,389	4,096,725	3,804,254	3,309,675	3,763,176	3,796,916	3,988,781	4,009,452
School Administrative services	924,244	808,563	905,227	800,748	867,239	667,634	762,861	619,207	586,201	673,661
General administration	986,551	634,807	751,521	606,823	637,000	775,836	635,481	680,202	698,061	741,609
Central Services	-	355,179	495,210	493,650	510,349	492,370	510,222	536,480	547,328	501,154
Plant operations and maintenance	1,719,225	1,820,511	2,137,660	2,216,572	2,297,511	2,771,938	2,988,185	2,905,412	2,903,575	2,961,107
Administrative information technology	-	8,722	511	13,169	143,126	45,913	41,590	-		13,450
Pupil transportation	1,848,896	1,945,682	2,045,766	2,239,301	2,054,328	2,555,325	2,419,733	2,612,956	2,497,307	2,263,902
Other support services						17,246	5,274	-		4,843
Unallocated Benefits										
Compensated absences									2,114	10,431
Interest on long-term debt	210,303	188,262	176,512	223,135	139,228	120,810	98,431	70,408	41,138	38,762
Capital Outlay										
Transfer to Food Service	-	-	-	-	-	-	-	-	75,000	
Total governmental activities expenses	22,357,917	22,518,322	24,789,257	25,457,362	26,006,201	25,017,978	25,819,181	25,188,620	25,584,112	25,316,379
Business-type activities:										
Food service	310,460	315,624	345,209	333,798	345,887	399,379	381,442	423,216	381,858	370,620
Enrichment Program										
Total business-type activities expense	310,460	315,624	345,209	333,798	345,887	399,379	381,442	423,216	381,858	370,620
Total district expenses	$ 22,668,377	$ 22,833,946	$ 25,134,466	$ 25,791,160	$ 26,352,088	$ 25,417,357	$ 26,200,623	$ 25,611,836	$ 25,965,970	$ 25,686,999
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	$ 34,105	$ 62,843	$ 55,167	$ 37,048	$ 20,677	$ 7,750	$ -	$ -	$ -	$ -
Special Education										
Plant Operations and Maintenance										
Pupil transportation	322,102	413,995	478,101	389,575	422,620	375,466	412,098	573,701	312,210	-
Central and other support services										
Operating grants and contributions	1,931,985	1,713,579	1,988,494	2,774,646	2,722,329	1,796,188	2,011,128	1,828,699	2,055,595	2,354,283
Capital grants and contributions								406,050		
Total governmental activities program revenues	2,288,192	2,190,417	2,521,762	3,201,269	3,165,626	2,179,404	2,423,226	2,808,450	2,367,805	2,354,283
Business-type activities:										
Charges for services										
Food service	$ 253,367	$ 256,815	$ 282,096	$ 267,171	$ 249,130	$ 279,815	$ 265,442	$ 264,569	$ 225,898	$ 216,435
Enrichment Program										
Operating grants and contributions	64,324	69,695	68,469	73,676	77,398	70,994	74,404	84,007	202,335	123,017
Capital grants and contributions										
Total business type activities program revenues	317,691	326,510	350,565	340,847	326,528	350,809	339,846	348,576	428,233	339,452
Total district program revenues	$ 2,605,883	$ 2,516,927	$ 2,872,327	$ 3,542,116	$ 3,492,154	$ 2,530,213	$ 2,763,072	$ 3,157,026	$ 2,796,038	$ 2,693,735

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Net (Expense)/Revenue										
Governmental activities	$ (20,069,725)	$ (20,327,905)	$ (22,267,495)	$ (22,256,093)	$ (22,840,575)	$ (22,838,574)	$ (23,395,955)	$ (22,380,170)	$ (23,216,307)	$ (22,962,096)
Business-type activities	7,231	10,886	5,356	7,049	(19,359)	(48,570)	(41,596)	(74,640)	46,375	(31,168)
Total district-wide net expense	$ (20,062,494)	$ (20,317,019)	$ (22,262,139)	$ (22,249,044)	$ (22,859,934)	$ (22,887,144)	$ (23,437,551)	$ (22,454,810)	$ (23,169,932)	$ (22,993,264)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	$ 13,547,671	$ 16,201,462	$ 17,335,926	$ 17,719,047	$ 18,427,809	$ 18,974,921	$ 18,756,384	$ 18,706,384	$ 18,756,384	$ 19,131,512
Taxes levied for debt service	601,725	562,278	590,396	595,259	595,126	592,271	588,946	597,316	593,908	575,736
Unrestricted grants and contributions	5,084,775	4,676,705	4,556,128	4,395,192	4,539,297	4,957,551	3,870,983	3,520,434	4,103,150	3,628,905
Cancellation of Prior Year Accounts Payable										
Payments in lieu of taxes										
Tuition Received						-	-			
Transportation fees						-	-			379,530
Investment earnings	42,461	107,824	205,383	302,010	198,297	45,555	11,612	5,999	3,271	
Miscellaneous income	59,193	127,489	85,794	116,092	230,528	290,049	47,320	83,831	109,147	127,087
Rental income						44,145				50,493
Transfers										
Other Adjustments							(216,996)	(301,108)	221,106	152,357
Total governmental activities	19,335,825	21,675,758	22,773,627	23,127,600	23,991,057	24,904,492	23,058,249	22,612,856	23,786,966	24,045,620
Business-type activities:										
Investment earnings						-	-	-	-	-
Miscellaneous Income	-	12,319	10,346	10,921	5,575					
Transfers						53,829				
Total business-type activities	-	12,319	10,346	10,921	5,575	53,829	-	-	-	-
Total district-wide	$ 19,335,825	$ 21,688,077	$ 22,783,973	$ 23,138,521	$ 23,996,632	$ 24,958,321	$ 23,058,249	$ 22,612,856	$ 23,786,966	$ 24,045,620
Change in Net Assets										
Governmental activities	$ (733,900)	$ 1,347,853	$ 506,132	$ 871,507	$ 1,150,482	$ 2,065,918	$ (337,706)	$ 232,686	$ 570,659	$ 1,083,524
Business-type activities	7,231	23,205	15,702	17,970	(13,784)	5,259	(41,596)	(74,640)	46,375	(31,168)
Total district	$ (726,669)	$ 1,371,058	$ 521,834	$ 889,477	$ 1,136,698	$ 2,071,177	$ (379,302)	$ 158,046	$ 617,034	$ 1,052,356

Source: School District Financial Reports

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved	$ 624,623	$ 2,898,457	$ 4,201,953	$ 4,487,253	$ 4,403,697	$ 4,984,989	$ 3,792,599	$ 3,562,534	$ 3,211,805	$ 2,583,862
Committed										
Assigned										320,822
Unreserved	2,506,671	1,411,795	754,779	801,284	485,798	705,239	224,358	294,735	328,887	445,335
Total general fund	$ 3,131,294	$ 4,310,252	$ 4,956,732	$ 5,288,537	$ 4,889,495	$ 5,690,228	$ 4,016,957	$ 3,857,269	$ 3,540,692	$ 3,350,019
All Other Governmental Funds										
Reserved	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved, reported in:										
Special revenue fund	(1,341)	(1,341)	(1,336)	(1,338)	(1,341)					
Capital projects fund									44,000	2,918,125
Debt service fund	25,218	1	2	1	1	1	1			
Permanent fund										
Total all other governmental funds	$ 23,877	$ (1,340)	$ (1,334)	$ (1,337)	$ (1,340)	$ 1	$ 1	$ -	$ 44,000	$ 2,918,125

Source: School District Financial Reports

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Revenues										
Local Tax levy	$ 19,707,248	$ 19,350,292	$ 19,303,700	$ 19,345,330	$ 19,567,192	$ 19,022,935	$ 18,314,306	$ 17,926,322	$ 16,763,740	$ 14,149,396
Tuition Charges	2,851		-	-	7,750	20,677	37,048	55,167	62,843	34,105
Transportation Fees	379,530	312,210	573,701	412,098	375,466	422,620	389,575	478,101	413,995	322,102
Interest Earnings	522	3,271	5,999	11,612	45,555	198,297	302,010	205,383	108,115	42,576
Other Local Revenue	102,174	112,885	85,861	47,337	133,674	113,679	74,091	76,374	39,004	59,078
State sources	5,704,136	5,567,467	5,124,477	5,284,015	5,799,162	6,869,606	6,595,937	5,856,655	5,635,940	5,782,461
Federal sources	276,282	587,540	628,676	594,686	951,577	392,020	573,901	688,215	752,370	1,234,299
Total revenue	26,172,743	25,933,665	25,722,414	25,695,078	26,880,376	27,039,834	26,286,868	25,286,217	23,776,007	21,624,017
Expenditures										
Instruction:										
Regular	7,140,592	7,338,526	7,183,977	6,090,298	6,121,694	6,184,721	5,967,499	5,782,102	5,420,498	5,386,901
Special	112,959	1,845	335,636	1,850,895	1,828,942	1,874,966	1,604,167	1,474,077	1,338,101	1,147,565
Other	929,610	987,563	967,425	202,792	198,487	197,587	195,256	189,539	161,812	422,148
School-Sponsored/Other Instructional				874,968	915,484	934,895	990,747	950,944	950,392	912,136
Total Instruction	8,183,161	8,327,934	8,487,038	9,018,953	9,064,607	9,192,169	8,757,669	8,396,662	7,870,803	7,868,750
Undistributed:										
Tuition	2,054,512	2,219,924	1,975,121	1,853,446	1,947,024	2,089,522	1,780,109	1,996,831	2,019,376	1,631,432
Student and Instruction Related Services	2,821,404	2,740,846	2,617,668	2,649,563	2,546,043	2,600,993	2,792,728	2,770,981	2,656,890	2,795,780
Instruction										
Support Services-Students										
Support Services-Instructional Staff										
General Administration	434,702	432,923	431,942	524,115	595,598	508,151	473,816	496,017	395,750	378,963
School Administration	603,909	519,537	534,036	555,712	512,533	579,343	529,388	604,860	569,506	644,193
Central Services	295,435	325,307	322,683	330,851	343,945	353,314	337,919	350,117	355,179	-
Admin. Information Technology	13,450	10,500	141	-	8,113	94,137	8,490	511	8,722	-
Operations and Maintenance	1,881,056	1,905,524	1,979,036	2,090,108	1,914,793	1,904,253	1,843,619	1,788,291	1,545,699	1,427,993
Student Transportation	1,564,343	1,823,411	2,002,631	1,839,768	1,897,772	1,834,211	2,026,759	1,841,490	1,800,104	1,709,935
Business and Other Support Services:										
Employee Benefits	6,917,963	6,628,364	6,282,531	6,165,162	5,587,100	6,430,518	6,019,291	5,213,712	4,716,640	4,563,239
Other				231,674	-	-	-	-	-	366,404
Food Services		75,000								
On-behalf TPAF Pension Contributions										
Reimbursed TPAF Social Security Contributions										
Total Undistributed	16,586,774	16,681,336	16,145,789	16,240,399	15,352,921	16,394,442	15,812,119	15,062,810	14,067,866	13,517,939
Capital Outlay:										
Equipment	2,666,173	589,140	1,702,587	1,505,885	1,344,752	1,302,305	760,316	528,167	115,503	148,658
Facilities Acquisition and Construction Services										
Lease Purchase Agreements										
Assets Acquired Under Capital Leases										
Total Capital Outlay	2,666,173	589,140	1,702,587	1,505,885	1,344,752	1,302,305	760,316	528,167	115,503	148,658
Special Schools										
Total General Fund Expenditures	27,436,108	25,598,410	26,335,414	26,765,237	25,762,280	26,888,916	25,330,104	23,987,639	22,054,172	21,535,347
Special Revenue:										
Federal				-						
State				-						
Other				-						
Total Special Revenue Expenditures	-	-	-	-	-	-	-	-	-	-
Debt Service Expenditures:										
Principal	610,000	600,000	575,000	550,000	535,000	520,000	505,000	485,000	470,000	465,000
Interest and Other Charges	23,638	53,638	82,388	109,889	128,613	146,812	161,963	176,512	188,262	210,303
Total Debt Service Expenditures	633,638	653,638	657,388	659,889	663,613	666,812	666,963	661,512	658,262	675,303
Total Governmental Fund Expenditures	$ 28,069,746	$ 26,252,048	$ 26,992,802	$ 27,425,126	$ 26,425,893	$ 27,555,728	$ 25,997,067	$ 24,649,151	$ 22,712,434	$ 22,210,650

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Excess (Deficiency) of revenues over (under) expenditures	(1,897,003)	(318,383)	(1,270,388)	(1,730,048)	454,483	(515,894)	289,801	637,066	1,063,573	(586,633)
Other Financing sources (uses)										
Proceeds from borrowing	6,149,000					-	-	-	-	-
Capital leases (non-budgeted)		45,806	1,110,770	56,776	347,587	116,849	42,001	9,420	90,168	-
Proceeds from refunding						-	-	-	-	-
Payments to escrow agent						-	-	-	-	-
Adjustment					3	-	-	-	-	-
Transfers in	1,800,551	311,000	32,700	872,187		-	-	-	-	-
Transfers out	(754,248)	(311,000)	(32,700)	(872,187)		-	-	-	-	-
Total other financing sources (uses)	7,195,303	45,806	1,110,770	56,776	347,590	116,849	42,001	9,420	90,168	-
Net change in fund balances	$ 5,298,300	$ (272,577)	$ (159,618)	$ (1,673,272)	$ 802,073	$ (399,045)	$ 331,802	$ 646,486	$ 1,153,741	$ (586,633)
Debt service as a percentage of noncapital expenditures	2.49%	2.55%	2.60%	2.55%	2.65%	2.54%	2.64%	2.74%	2.91%	3.06%

Source: District records

Notes: Noncapital expenditures are total expenditures less capital outlay.

Exhibit J-5

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING

Fiscal Year Ended June 30,	Rentals	Prior Year Refunds	Miscellaneous	Annual Totals
2004	400	9,262	49,416	59,078
2005	475	18,042	20,487	39,004
2006	50,644	8,454	17,276	76,374
2007	36,065	1,572	36,454	74,091
2008	39,344	4,351	69,984	113,679
2009	44,145	845	88,684	133,674
2010	-	-	44,132	44,132
2011	63,095	-	20,736	83,831
2012	77,151	-	31,996	109,147
2013	50,493		52,111	102,604

Source: District Records

REVENUE CAPACITY

Exhibit J-6

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

EATONTOWN BOROUGH

Year Ended June 30,		Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2004		1,063,608,445	1,563,900,081	68.01%
2005		1,069,828,539	1,716,918,062	62.31%
2006	*	2,634,312,382	2,130,183,972	123.67%
2007		2,490,880,992	2,368,717,720	105.16%
2008		2,456,688,843	2,419,254,321	101.55%
2009		2,424,185,216	2,678,894,372	90.49%
2010		2,129,764,241	2,492,512,157	85.45%
2011		2,117,215,544	2,399,031,557	88.25%
2012		2,086,000,009	2,143,001,928	97.34%
2013		2,030,878,034	2,074,516,960	97.90%

Source: Municipal Tax Assessor

Note: * Revaluation

Exhibit J-6a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

TINTON FALLS BOROUGH

Year Ended June 30,		Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2004		1,189,589,422	1,841,184,680	64.61%
2005		1,245,289,313	2,293,103,930	54.31%
2006		1,260,895,153	2,542,770,410	49.59%
2007		1,280,603,288	2,929,583,421	43.71%
2008	*	2,922,487,599	3,226,755,881	90.57%
2009		3,005,914,119	3,277,610,613	91.71%
2010		2,998,843,219	3,020,708,135	99.28%
2011		2,872,610,220	2,900,904,098	99.02%
2012		2,758,659,379	2,783,151,109	99.12%
2013		2,754,925,800	2,911,474,837	94.62%

Source: Municipal Tax Assessor

Note: * Revaluation

Exhibit J-6b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

SHREWSBURY TOWNSHIP

Year Ended June 30,		Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2004		27,288,601	44,934,301	60.73%
2005		27,304,436	55,164,789	49.50%
2006		27,285,461	63,041,570	43.28%
2007		27,278,537	75,269,951	36.24%
2008	*	72,717,014	79,684,044	91.26%
2009		72,725,738	79,268,812	91.75%
2010		72,762,912	79,127,998	91.96%
2011		72,730,213	69,465,075	104.70%
2012		56,855,613	58,762,313	96.76%
2013		56,847,388	53,374,413	106.51%

Source: Municipal Tax Collector

Note: * Table of Equalized Value Revaluation

Exhibit J-7

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER $100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED

EATONTOWN BOROUGH

	Monmouth Regional High School District Direct Rate				Overlapping Rates		
Fiscal Year Ended June 30,	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Local School Rate	Eatontown Borough	Monmouth County	Total Direct and Overlapping Tax Rate
2004	0.725	0.025	0.750	1.076	0.911	0.549	3.286
2005	0.710	0.024	0.734	1.112	0.946	0.530	3.322
2006	0.298	0.010	0.308	0.482	0.414	0.237	1.441
2007	0.323	0.010	0.333	0.569	0.472	0.241	1.615
2008	0.337	0.011	0.348	0.573	0.513	0.244	1.678
2009	N/A	N/A	0.371	0.589	0.541	0.282	1.783
2010	N/A	N/A	0.411	0.676	0.655	0.318	2.060
2011	N/A	N/A	0.406	0.681	0.681	0.317	2.085
2012	N/A	N/A	0.391	0.697	0.706	0.302	2.096
2013	N/A	N/A	0.429	0.724	0.761	0.311	2.225

Source: Municipal Tax Assessor

Note: N/A Not Available

Exhibit J-7a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER $100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED

TINTON FALLS BOROUGH

	Monmouth Regional High School District Direct Rate				Overlapping Rates		
Fiscal Year Ended June 30,	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Regional Elementary School Rate	Tinton Falls Borough	Monmouth County	Total Direct and Overlapping Tax Rate
2004	0.701	0.024	0.725	1.498	0.611	0.579	3.413
2005	0.767	0.026	0.793	1.412	0.611	0.600	3.416
2006	0.771	0.026	0.797	1.411	0.785	0.597	3.590
2007	0.798	0.026	0.824	1.447	0.785	0.627	3.683
2008	0.357	0.012	0.369	0.644	0.383	0.283	1.679
2009	0.326	0.010	0.336	0.623	0.410	0.277	1.646
2010	0.333	0.011	0.344	0.648	0.415	0.285	1.692
2011	0.355	0.011	0.366	0.703	0.439	0.300	1.808
2012	0.397	0.012	0.409	0.739	0.464	0.305	1.917
2013	0.397	0.012	0.409	0.763	0.477	0.311	1.960

Source: Municipal Tax Assessor

Exhibit J-7b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER $100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED

SHREWSBURY TOWNSHIP

	Monmouth Regional High School District Direct Rate				Overlapping Rates		
Fiscal Year Ended June 30,	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Regional Elementary School Rate	Shrewsbury Township	Monmouth County	Total Direct and Overlapping Tax Rate
2004	0.602	0.021	0.623	1.670	1.580	0.614	4.487
2005	0.700	0.024	0.724	1.806	1.760	0.675	4.965
2006	0.549	0.019	0.568	1.927	1.915	0.685	5.095
2007	0.692	0.023	0.715	1.933	2.143	0.744	5.535
2008	0.312	0.010	0.322	0.715	0.859	0.280	2.176
2009	0.314	0.010	0.324	0.670	0.926	0.291	2.211
2010	0.305	0.010	0.315	0.663	1.019	0.281	2.278
2011	0.306	0.010	0.316	0.637	1.042	0.269	2.264
2012	0.459	0.010	0.461	0.790	1.327	0.278	2.856
2013	0.417	0.010	0.427	0.776	1.429	0.332	2.964

Source: Municipal Tax Collector

Exhibit J-8

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2012

EATONTOWN BOROUGH

Taxpayer		Assessed Valuation 2012	As a % of District's Net Assessed Valuation
Eatontown Monmouth Mall LLC	$	167,000,000	8.22%
Eatonbrook Cooperative Corp.		28,434,100	1.40%
East Coast Eatoncrest Apts.		24,696,400	1.22%
VM Kushner LLC		23,812,600	1.17%
Macy's East Federated Dept. Stores		22,944,000	1.13%
Old Orchard Country Club Associates, LP		22,522,200	1.11%
Country Club Associates Apts.		21,993,700	1.08%
Eatontown 36, LLC (Shopping Center)		21,753,500	1.07%
Stony Hill Apartments Associates LP		21,007,300	1.03%
Laurel Gardens Co-op Inc		20,832,700	1.03%
Total	$	374,996,500	18.46%

Source: Municipal Tax Assessor

Exhibit J-8a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2012

TINTON FALLS BOROUGH

Taxpayer		Assessed Valuation 2012	As a % of District's Net Assessed Valuation
Tinton Falls Campus	$	193,746,400	7.02%
CPG Tinton Falls Urban Renewal, LLC		142,895,800	5.18%
Avalon Bay Communities, Inc.		29,430,000	1.07%
Stavola Realty Company		20,467,900	0.74%
Mid-Mon Realty Company		17,726,700	0.64%
XPD		15,367,100	0.56%
UPS		15,250,800	0.55%
PRS Tinton Avenue Developers		14,722,500	0.53%
Hovsons, Inc.		13,550,000	0.49%
HPTCY Corporation - Marriott		13,496,600	0.49%
Total	$	476,653,800	17.27%

Source: Municipal Tax Collector

Exhibit J-8b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2012

SHREWSBURY TOWNSHIP

Taxpayer		Assessed Valuation 2012	As a % of District's Net Assessed Valuation
Alfred Vail Mutual	$	25,876,000	45.51%
Coolidge Shrewsbury, LLC		10,126,600	17.81%
Bell Atlantic Tax Dept		350,088	0.62%
Individual Taxpayer #1		330,100	0.58%
Individual Taxpayer #2		179,700	0.32%
Individual Taxpayer #3		179,700	0.32%
Individual Taxpayer #4		179,700	0.32%
Individual Taxpayer #5		179,700	0.32%
Individual Taxpayer #6		179,700	0.32%
Individual Taxpayer #7		179,700	0.32%
Total	$	37,760,988	66.42%

Source: Municipal Tax Collector

Exhibit J-9

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

EATONTOWN BOROUGH

Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Tax Levy Collected
2004	6,767,074	6,767,074	100.00%
2005	7,971,427	7,329,422	91.95%
2006	7,853,616	7,853,616	100.00%
2007	8,116,150	7,461,787	91.94%
2008	8,279,581	8,279,581	100.00%
2009	8,548,914	8,548,914	100.00%
2010	8,998,299	8,998,299	100.00%
2011	8,763,612	8,763,612	100.00%
2012	8,596,029	8,596,123	100.00%
2013	8,149,972	8,149,972	100.00%

Source: Municipal Tax Collector

Exhibit J-9a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

TINTON FALLS BOROUGH

Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Tax Levy Collected
2004	7,217,861	7,217,861	100.00%
2005	8,622,453	8,622,453	100.00%
2006	9,874,967	9,874,967	100.00%
2007	10,043,313	10,043,313	100.00%
2008	10,548,416	10,548,416	100.00%
2009	10,783,960	10,783,960	100.00%
2010	10,111,439	10,111,439	100.00%
2011	10,311,136	10,311,136	100.00%
2012	10,519,982	10,519,982	100.00%
2013	11,290,471	11,290,471	100.00%

Source: Municipal Tax Collector

Exhibit J-9b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

SHREWSBURY TOWNSHIP

Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Tax Levy Collected
2003	137,952	137,952	100.00%
2004	167,462	167,462	100.00%
2005	169,860	169,860	100.00%
2006	197,740	197,740	100.00%
2007	154,842	154,842	100.00%
2008	194,938	194,938	100.00%
2009	234,318	234,318	100.00%
2010	235,592	235,591	100.00%
2011	228,958	228,958	100.00%
2012	234,181	234,181	100.00%
2013	266,805	266,805	100.00%

Source: Municipal Tax Collector

DEBT CAPACITY

Exhibit J-10

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years

EATONTOWN BOROUGH

	Governmental Activities					
Fiscal Year Ended June 30,	General Obligation Bonds	Capital Leases	Compensated Absences Payable	Total District	Percentage of Personal Income	Per Capita
2004	2,123,330	26,778	479,014	2,629,122	0.43%	186
2005	2,042,832	55,696	476,397	2,574,925	0.39%	182
2006	1,706,399	40,865	586,997	2,334,261	0.34%	166
2007	1,494,312	39,068	473,818	2,007,198	0.30%	143
2008	1,212,575	62,615	448,561	1,723,751	0.24%	122
2009	1,036,357	169,144	448,561	1,654,062	0.23%	124
2010	830,276	157,597	552,207	1,540,080	0.20%	110
2011	549,340	541,860	532,493	1,623,693	0.23%	127
2012	270,986	403,063	521,982	1,196,031	0.17%	94
2013	2,657,979	258,073	512,419	3,428,471	0.47%	276

Source: School District Financial Reports

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

Exhibit J-10a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years

TINTON FALLS BOROUGH

	Governmental Activities					
Fiscal Year Ended June 30,	General Obligation Bonds	Capital Leases	Compensated Absences Payable	Total District	Percentage of Personal Income	Per Capita
2004	2,662,165	33,573	600,573	3,296,311	0.52%	212
2005	2,284,608	62,288	532,780	2,879,676	0.49%	181
2006	2,145,755	51,386	738,134	2,935,275	0.39%	172
2007	1,848,228	48,320	586,038	2,482,586	0.35%	145
2008	1,617,532	83,526	598,364	2,299,422	0.30%	120
2009	1,267,977	206,947	675,015	2,149,939	0.20%	109
2010	932,986	177,093	620,518	1,730,597	0.15%	98
2011	646,381	637,581	626,559	1,910,521	0.22%	127
2012	331,632	493,270	638,804	1,463,706	0.14%	82
2013	3,416,981	331,767	658,744	4,407,492	0.13%	76

Source: School District Financial Reports

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

Exhibit J-10b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years

SHREWSBURY TOWNSHIP

	Governmental Activities					
Fiscal Year Ended June 30,	General Obligation Bonds	Capital Leases	Compensated Absences Payable	Total District	Percentage of Personal Income	Per Capita
2004	64,505	813	14,553	79,871	0.170%	73
2005	52,560	1,433	12,258	66,251	0.130%	61
2006	42,846	1,026	14,739	58,611	0.110%	54
2007	47,460	1,241	15,049	63,750	0.120%	59
2008	39,893	2,060	14,757	56,710	0.100%	53
2009	30,666	5,005	16,325	51,996	0.090%	49
2010	21,738	4,127	14,458	40,323	0.060%	37
2011	14,278	14,084	12,840	41,202	0.080%	43
2012	7,382	10,980	14,232	32,594	0.050%	29
2013	74,040	7,189	14,273	95,502	0.003%	2

Source: School District Financial Reports

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

Exhibit J-11

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

EATONTOWN BOROUGH

Fiscal Year Ended June 30,	Estimated School District Population	Assessed Value	Net Bonded Debt	Ratio of Bonded Debt to Assessed Value	Net Bonded Debt per Capita
2004	14,216	1,063,608,445	2,123,330	0.20%	149
2005	14,255	1,069,828,539	2,042,832	0.19%	143
2006	14,175	2,634,312,382	1,706,399	0.06%	120
2007	14,095	2,490,880,992	1,494,312	0.06%	105
2008	14,195	2,456,688,843	1,212,575	0.05%	86
2009	14,195	2,424,185,216	1,036,357	0.04%	73
2010	14,110	2,129,764,241	830,276	0.04%	59
2011	12,709	2,118,288,287	549,340	0.03%	43
2012	12,722	2,117,215,544	270,986	0.01%	21
2013	12,431	2,030,878,034	3,428,471	0.17%	276

Source: Data regarding school district population was given by school district officials.

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

Exhibit J-11a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

TINTON FALLS BOROUGH

Fiscal Year Ended June 30,	Estimated School District Population	Assessed Value	Net Bonded Debt	Ratio of Bonded Debt to Assessed Value	Net Bonded Debt per Capita
2004	17,711	1,189,589,422	2,662,165	0.22%	171
2005	19,012	1,245,289,313	2,284,608	0.18%	144
2006	19,958	1,260,895,153	2,145,755	0.17%	125
2007	19,139	1,280,603,288	1,848,228	0.14%	108
2008	19,703	2,922,487,599	1,617,532	0.06%	84
2009	19,703	3,005,914,119	1,267,977	0.04%	64
2010	17,641	2,998,843,219	932,986	0.03%	53
2011	17,892	2,872,610,220	646,381	0.02%	36
2012	17,911	2,759,659,379	331,632	0.01%	19
2013	17,869	2,754,925,800	4,407,492	0.16%	247

Source: Data regarding school district population was given by school district officials.

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

Exhibit J-11b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

SHREWSBURY TOWNSHIP

Fiscal Year Ended June 30,	Estimated School District Population	Assessed Value	Net Bonded Debt	Ratio of Bonded Debt to Assessed Value	Net Bonded Debt per Capita
2004	1,102	27,288,601	64,505	0.24%	58
2005	1,094	27,304,436	52,560	0.19%	48
2006	1,085	27,285,461	42,846	0.16%	39
2007	1,075	27,278,537	47,460	0.17%	44
2008	1,068	72,717,014	39,893	0.05%	37
2009	1,068	72,725,378	30,666	0.04%	29
2010	1,098	72,762,912	21,738	0.03%	20
2011	1,141	72,730,213	14,278	0.02%	13
2012	1,141	56,855,613	7,322	0.01%	6
2013	1,125	56,847,388	95,502	0.17%	85

Source: Data regarding school district population was given by school district officials.

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

Exhibit J-12

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
FOR FISCAL YEAR ENDED JUNE 30, 2013
UNAUDITED

Net Direct Debt of School District as of June 30, 2013		$ 6,149,000
Net Overlapping Debt of School District:		
Eatontown Borough (100%)	$ 1,957,227	
Tinton Falls Borough (100%)	17,616,973	
Shrewsbury Township (100%)	7,361	
* County of Monmouth - Township's share (4.63%)	27,862,233	
		47,443,794
Total Direct and Overlapping Bonded Debt as of June 30, 2013		$ 53,592,794

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

* Since updated information was not available at the time of the Audit, prior year information was reported.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2012

	Year	Total	Eatontown Borough	Tinton Falls Borough	Shrewsbury Township
	2012	5,032,111,962	2,118,266,991	2,852,964,644	60,880,327
	2011	5,250,276,149	2,161,350,093	3,020,708,135	68,217,921
	2010	5,687,387,292	2,399,031,557	3,218,697,948	69,657,787
	Total	15,969,775,403	6,678,648,641	9,092,370,727	198,756,035
Average Equalized Valuation of Taxable Property		5,323,258,468	2,226,216,214	3,030,790,242	66,252,012
Debt Limit (3% of Average Equalization Value)		159,697,754 *			
Legal Debt Margin		159,697,754			

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt Limit	$ 85,521,602	$ 99,682,438	$ 102,841,642	$ 128,387,769	$ 151,144,521	$ 171,350,391	$ 174,930,800	$ 172,491,645	$ 169,856,556	$ 159,697,754
Total Net Debt Applicable to Limit	4,850,000	4,380,000	3,895,000	3,390,000	2,870,000	2,335,000	1,785,000	1,210,000	610,000	7,931,466
Legal Debt Margin	80,671,602	95,302,438	98,946,642	124,997,769	148,274,521	169,015,391	173,145,800	171,281,645	169,246,556	151,766,288
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	5.67%	4.39%	3.79%	2.64%	1.90%	1.36%	1.02%	0.70%	0.36%	4.97%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of the Treasury, Division of Taxation.

Note: * Limit set b y NJSA 18A:24-19 for a 9 through 12 district; other percent limits would be applicable for other district types.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Exhibit J-14

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

EATONTOWN BOROUGH

Year Ended June 30,	Unemployment Rate	Monmouth County Per Capita Income	Estimated School District Population (as of July 1)
2003	4.90%	43,634	14,218
2004	4.10%	46,545	14,276
2005	4.00%	48,072	14,255
2006	4.00%	52,499	14,175
2007	3.70%	55,826	14,095
2008	4.70%	57,353	14,195
2009	4.40%	54,771	14,195
2010	7.90%	54,771	14,110
2011	8.00%	56,955	12,722
2012	8.30%	58,355	12,431

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

Exhibit J-14a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

TINTON FALLS BOROUGH

Year Ended June 30,	Unemployment Rate	Monmouth County Per Capita Income	Estimated School District Population (as of July 1)
2003	3.80%	43,634	17,356
2004	3.20%	46,545	17,711
2005	4.00%	48,072	19,012
2006	4.10%	52,499	18,958
2007	3.70%	55,826	19,139
2008	4.80%	57,353	19,703
2009	4.10%	54,771	19,703
2010	8.10%	54,771	17,641
2011	8.10%	56,955	17,911
2012	8.50%	58,355	17,869

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

Exhibit J-14b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

SHREWSBURY TOWNSHIP

Year Ended June 30,	Unemployment Rate	Monmouth County Per Capita Income	Estimated School District Population (as of July 1)
2003	4.80%	43,634	1,104
2004	4.00%	46,545	1,102
2005	7.20%	48,072	1,094
2006	7.20%	52,499	1,085
2007	6.60%	55,826	1,075
2008	8.40%	57,353	1,068
2009	8.40%	54,771	1,068
2010	13.70%	54,771	1,098
2011	13.80%	56,955	1,141
2012	14.30%	58,355	1,125

Source: Monmouth County Planning Board, Demographic and Economic Status Report
www.co.monmouth.nj.us/documents
Per Capita Income www.lwd.dol.state.nj.us/labor

Exhibit J-15

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year

EATONTOWN BOROUGH

	2013		
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A	N/A	N/A	N/A
	-		0.00%

Note: N/A = Not Available

Exhibit J-15a

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year

TINTON FALLS BOROUGH

	2013		
Employer	**Employees**	**Rank [Optional]**	**Percentage of Total Municipal Employment**
N/A	N/A	N/A	N/A
	-		0.00%

Note: N/A = Not Available

Exhibit J-15b

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year

SHREWSBURY TOWNSHIP

	2013		
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
Shrewsbury Township	11	N/A	N/A
	11		0.00%

Note: N/A = Not Available

OPERATING INFORMATION

Exhibit J-16

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program,
For the Year Ended June 30, 2013

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Instruction											
Regular	85	87	89	90	89	89.2	99.5	85.9	84.9	94.7	95
Special education	26	25	26	26	27	26.2	9.5	17.6	16.6	6.4	5
Other special education											
Vocational											
Other instruction										3.2	
Nonpublic school programs											
Adult/continuing education programs											
Support Services:											
Student & instruction related services	20	28	25	25	22	15	15.6	23.6	21.8	20.8	30.26
General administration	2	2	2	2	2	2	2	2	2	2	3
School administrative services	10	10	10	10	9	9.2	7.6	7.7	7.7	7.7	8.5
Other administrative services	1	1	1	1	2	2.2	2.2	2.2	2.2	2.2	4.4
Central services	22	22	22	22	22	24.5	32	18	14	14.8	12.2
Administrative Information Technology	3	3	3	3	3.5	3.5	4	4	4	4	3
Plant operations and maintenance	20	20	21	21	22	15	15	21	21	22	21
Pupil transportation	20	20	21	21	17	16	15	18	18	16	17
Other support services								2	2	1	1
Special Schools											
Food Service											
Child Care											
Total	209	218	220	221	216	202.8	202.4	202.0	194.2	194.8	200.4

Source: District Personnel Records

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
Operating Statistics,
Last ten fiscal years

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: Senior High School	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2004	1,152	21,386,689	$ 18,565	5.41%	119	-	-	9.7	1,181.3	1,123.6	6.54%	95.12%
2005	1,185	21,938,669	$ 18,514	-0.28%	112	-	-	10.5	1,206.5	1,148.5	2.13%	95.19%
2006	1,222	23,459,472	$ 19,198	3.69%	115	-	-	10.6	1,197.6	1,173.6	-0.74%	98.00%
2007	1,170	24,569,788	$ 21,000	9.38%	116	-	-	10.1	1,170.4	1,115.4	-2.27%	95.30%
2008	1,173	25,586,611	$ 21,813	3.88%	141.6	-	-	8.3	1,173.2	1,117.0	0.24%	95.21%
2009	1,123	24,417,528	$ 21,743	-0.32%	109	-	-	9.1	1,123.6	1,069.2	-4.22%	95.16%
2010	1,123	25,259,352	$ 22,493	-0.42%	110	-	-	8.9	1,086.5	1,029.7	-3.30%	94.77%
2011	1,054	24,632,827	$ 23,371	1.30%	107	-	-	8.9	1,017.6	963.4	6.30%	94.70%
2012	1,015	25,009,270	$ 24,640	5.43%	103	-	-	8.9	979.9	930.0	3.80%	95.00%
2013	1,031	22,473,555	$ 21,798	-11.53%	120	-	-	8.6	991.1	932.8	1.14%	94.12%

Source: 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).

Exhibit J-18

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
District Building

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
High School										
Monmouth Regional High School (1959)										
Square Feet	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441
Capacity (students)	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241
Enrollment	1,152	1,185	1,190	1,170	1,173	1,123	1,123	1,054	1,016	1,031

Number of Schools at June 30, 2013
Senior High School 1

Source: District Facilities Office
October 15, Enrollment data

Exhibit J-19

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
General Fund
Schedule Of Required Maintenance For School Facilities
Last ten fiscal years

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES

	*School Facilities	Monmouth Regional High School
2004		459,190
2005		467,834
2006		528,572
2007		661,992
2008		725,519
2009		682,255
2010		725,519
2011		767,548
2012		768,727
2013		670,660
Total School Facilities		$ 6,457,816

Note: *School Facilities as Defined Under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

Exhibit J-20

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2013
UNAUDITED

Type of Policy	Coverage	Deductible
School Package Policy-Utica National Insurance Company		
Commerial Property	$ 48,411,888	$ 1,000
General Liability	1,000,000/3,000,000	-
Automobile	1,000,000	-
School Leaders Errors and Omissions Policy - NJSBAIG	5,000,000	5,000
Commerical Umbrella Liability - Utica National Insurance Company	10,000,000	10,000
Workers' Compensation - MOCSSIF/NJSBAIG Fund	2,000,000	-
Public Officials Faithful Performance Bonds - Selective Insurance		
Business Administrator	300,000	-
Treasurer of School Monies	300,000	-

Source: District records.

SINGLE AUDIT SECTION

CANNONE AND COMPANY, P.A.
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K-1

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

The Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Monmouth Regional High School District, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise Monmouth Regional High School District's basic financial statements, and have issued our report thereon dated November 30, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Monmouth Regional High School District '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 Monmouth Regional High School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Monmouth Regional High School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a 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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

This report is intended for the information of the management of the Monmouth Regional High School District Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies. However, this report is a matter of public record and its distribution is not limited.

Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

November 30, 2013

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K-2

Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and the New Jersey Circular 04-04-OMB

The Honorable President and
Members of the Board of Education
Monmouth Regional High School District
County of Monmouth
Tinton Falls, New Jersey

Report on Compliance for Each Major Federal Program

We have audited the Board of Education of the Monmouth Regional High School District, in the County of Monmouth, compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2013. The Monmouth Regional High School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Monmouth Regional High School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with

auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations,* the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards and OMB Circular A-133 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 program occurred. An audit includes examining, on a test basis, evidence about Monmouth Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Other Matters

The results of our auditing procedures did not disclose instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133, in the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our opinion on each major federal and state program is not modified with respect to these matters.

Report on Internal Control Over Compliance

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

Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid 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 Monmouth Regional High School District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards and the Schedule of Expenditures of State Financial Assistance Required by OMB Circular A-133 and State Financial Assistance

We have audited the financial statements of Monmouth Regional High School District as of and for the year ended June 30, 2013, and have issued our report thereon dated November 30, 2013, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial

statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditure of federal awards and the schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the financial statements

This report is intended solely for the information of the management of the Monmouth Regional High School Board of Education, the New Jersey State Department of Education (cognizant audit agency), other state and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

November 30, 2013

Exhibit K-3
Schedule A

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Federal Grantor/ Pass-through Grantor Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2012 Deferred Revenue	Balance at June 30, 2012 Accounts Receivable	Balance at June 30, 2012 Due to Grantor	Carryover Amount/ Walkover	Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at 06/30/2013 Deferred Revenue	Balance at 06/30/2013 (Accounts Receivable)	Balance at 06/30/2013 Due to Grantor
U.S. Department of Education																
Passed-through State Department of Education:																
General Fund:																
Impact Aid P.L. 81-874	84.041	N/A	07/01/12-06/30/13	$ 39,199	$	$	$	$	$	$ 39,199	$ (39,199)	$	$	$	$	$
Total U.S. Dept. of Education - General Fund					0	0	0	0	0	39,199	(39,199)	0	0	0	0	0
U.S. Department of Agriculture																
Passed-through State Department of Education:																
Enterprise Fund:																
Food Distribution Program	10.550	N/A	07/01/12-06/30/13	22,281						22,281	(22,281)					
National School Lunch Program	10.555	N/A	07/01/11-06/30/12	92,023		(13,343)				13,343						
National School Lunch Program	10.555	N/A	07/01/12-06/30/13	91,370						75,130	(91,370)				(16,240)	
National School Breakfast Program	10.553	N/A	07/01/11-06/30/12	12,007		(2,494)				2,494						
National School Breakfast Program	10.553	N/A	07/01/12-06/30/13	15,947						12,635	(15,947)				(3,312)	
Total U.S. Department of Agriculture					0	(15,837)	0	0	0	125,883	(129,598)	0	0	0	(19,552)	0
U.S. Department of Education																
Passed-through State Department of Education:																
Special Revenue Fund:																
NCLB Title I	84.010A	NCLB327011	09/01/10-08/31/11	95,095		(6,104)				6,104						
NCLB Title I	84.010A	NCLB327012	09/01/11-08/31/12	109,307		(6,500)				31,540	(31,144)				(6,104)	
NCLB Title I	84.010A	NCLB327013	09/01/12-08/31/13	109,435						43,683	(16,933)			26,750		
NCLB Title II - Part A	84.367A	NCLB327010	09/01/09-08/31/10	37,066	21,298							(36)	(21,262)			
NCLB Title II - Part A	84.367A	NCLB327011	09/01/10-08/31/11	32,969		(1,015)				1,015						
NCLB Title II - Part A	84.367A	NCLB327012	09/01/11-08/31/12	64,002		(1,577)				5,222	(10,727)				(7,082)	
NCLB Title II- Part A	84.367A	NCLB327013	09/01/12-08/31/13	57,669						31,022	(33,022)				(2,000)	
I.D.E.A. Part B	84.027	NCLB327012	09/01/11-08/31/12	278,468		(97,940)				97,940						
I.D.E.A. Part B	84.027	NCLB327013	09/01/12-08/31/13	271,177						106,760	(181,736)				(74,976)	
Race to the Top			09/01/12-08/31/13	7,270						7,270	(7,270)					
Total U.S. Dept. of Ed. - Special Revenue Fund					21,298	(113,136)	0	0	0	330,556	(280,832)	(36)	(21,262)	26,750	(90,162)	0
Total Federal Financial Assistance					$ 21,298	$ (128,973)	$ 0	0	0	$ 495,638	$ (449,629)	$ (36)	$ (21,262)	$ 26,750	(109,714)	$ 0

See accompanying notes to schedules of financial assistance.

Exhibit K-4
Schedule B

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2012 Deferred Revenue (Accounts Receivable)	Balance at July 1, 2012 Due to Grantor	Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	Balance at June 30, 2013 GAAP Budgetary Deferred Revenue	Balance at June 30, 2013 GAAP Budgetary (Accounts Receivable)	Balance at June 30, 2013 Due to Grantor	Memo Budgetary Receivables	Memo Cumulative Total Expenditures
State Department of Education															
General Fund:															
Transportation Aid	13-495-034-5120-014	7/1/12-6/30/13	$ 585,150	$	$	$	$ 529,674	$ (585,150)	$	$	$	$	$	$ 55,476	$ 585,150
Transportation Aid	12-495-034-5120-014	7/1/11-6/30/12	596,516	(58,301)			58,301								596,516
Special Education Aid	13-495-034-5120-011	7/1/12-6/30/13	639,532				578,885	(639,532)						60,647	639,532
Special Education Aid	12-495-034-5120-011	7/1/11-6/30/12	618,487	(60,515)			60,515								618,487
Equalization Aid	13-495-034-5120-078	7/1/12-6/30/13	299,370				270,994	(299,370)						28,376	299,370
Equalization Aid	12-495-034-5120-030	7/1/11-6/30/12	374,213	(36,899)			36,899								374,213
Adjustment Aid	13-495-034-5120-085	7/1/12-6/30/13	1,665,624				1,508,199	(1,665,624)						157,425	1,665,624
Adjustment Aid	12-495-034-5120-085	7/1/11-6/30/12	2,082,030	(203,315)			203,315								203,315
Security Aid	13-495-034-5120-084	7/1/12-6/30/13	100,913				91,350	(100,913)						9,563	100,913
Security Aid	12-495-034-5120-084	7/1/11-6/30/12	101,838	(9,963)			9,963								101,838
Extraordinary Special Education Costs Aid	13-100-034-5120-473	7/1/12-6/30/13	202,302					(202,302)			(202,302)	(202,302)		202,302	202,302
Extraordinary Special Education Costs Aid	12-100-034-5120-473	7/1/11-6/30/12	158,813	(158,813)			158,813								158,813
Nonpublic Transportation Costs	13-100-034-5120-068	7/1/12-6/30/13	39,309					(39,309)				(39,309)		39,309	39,309
Nonpublic Transportation Costs	12-100-034-5120-068	7/1/11-6/30/12	18,141	(18,141)			18,141								
On Behalf of TPAF Pension Contributions	13-495-034-5095-006	7/1/11-6/30/13	610,926				610,926	(610,926)							610,926
On Behalf of TPAF Postretirement Medical Contributions	13-495-034-5095-001	7/1/11-6/30/13	690,804				690,804	(690,804)							690,804
Reimbursed TPAF Social Security Contributions	13-495-034-5095-002	7/1/11-6/30/13	650,270				616,581	(650,270)				(33,689)		33,689	650,270
Total General Fund				$ (545,947)	$ 0	$ 0	$ 5,443,360	$ (5,484,200)	$ 0	$ 0	$ (202,302)	$ (275,300)	$ 0	$ 586,787	$ 7,537,382
Special Revenue Fund:															
N.J. Nonpublic Aid:															
Handicapped Services:															
Supplemental Instruction	13-100-034-5120-066	7/1/12-6/30/13	6,661				6,661	(4,857)					1,804		4,857
Examination and Classification	13-100-034-5120-066	7/1/12-6/30/13	23,251				23,251	(23,251)							23,251
Corrective Speech	13-100-034-5120-066	7/1/12-6/30/13	781				781						781		
Auxiliary Services:															
Technology	13-	7/1/12-6/30/13	4,934				4,934	(4,934)							4,934
Textbook Aid	12-100-034-5120-064	7/1/11-6/30/12	11,975		11,975					(11,975)					
Textbook Aid	13-100-034-5120-64	7/1/12-6/30/13	13,369				13,369	(6,113)					7,256		6,113
Nursing Services	13-100-034-5120-070	7/1/12-6/30/13	18,555				18,555	(18,555)							18,555
Nursing Services	12-100-034-5120-070	7/1/11-6/30/12	17,105		1,263					(1,263)					17,105
Total Special Revenue Fund				$ 0	$ 13,238	$ 0	$ 67,551	$ (57,710)	$ 0	$ (13,238)	$ 0	$ 0	$ 9,841	$ 0	$ 74,815
Enterprise Fund:															
National School Lunch Program (State)	12-100-034-5120-123	7/1/11-6/30/12	3,201	(440)			440								3,201
National School Lunch Program (State)	13-100-034-5120-123	7/1/12-6/30/13	2,500				2,056	(2,500)				(444)		444	
Total Enterprise Fund				$ (440)	$ 0	$ 0	$ 2,496	$ (2,500)	$ 0	$ 0	$ 0	$ (444)	$ 0	$ 444	$ 3,201
Total State Financial Assistance				$ (546,387)	$ 13,238	0	$ 5,513,407	$ (5,544,410)	$ 0	$ (13,238)	$ (202,302)	$ (275,744)	$ 9,841	$ 587,231	$ 7,615,398

See accompanying notes to schedules of financial assistance.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2013

NOTE 1. GENERAL

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, Monmouth Regional High School District. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies is included on the schedule of federal financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the modified accrual basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 to the Board's general purpose financial statements.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The net adjustment to reconcile from the budgetary basis to the GAAP basis for the General Fund is $57,506 and for the Special Revenue Fund is $3,069. Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund	$ 39,199	$ 5,541,706	$ 5,580,905
Special Revenue Fund	237,083	104,528	$ 341,611
Capital Projects			$ -
Debt Service		57,902	$ 57,902
Food Service	129,598	2,500	$ 132,098
Total Financial Assistance	$ 405,880	$ 5,706,636	$ 6,112,516

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2013

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 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.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified, dated November 30, 2013

Internal control over financial reporting:

1. Material weakness(es) identified? ____ yes ✔ no
2. Significant Deficiencies identified that are not considered to be material weaknesses? ____ yes ✔ none reported

Noncompliance material to general-purpose financial statements noted? ____ yes ✔ no

Federal Awards and State Financial Assistance

Internal control over major programs:

1. Material weakness(es) identified? ____ yes ✔ no
2. Significant Deficiencies identified that are not considered to be material weaknesses? ____ yes ✔ none reported

Type of auditor's report issued on compliance for major programs: Unmodified, dated November 30, 2013

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

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

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Section I - Summary of Auditor's Results (Continued)

Federal Awards and State Financial Assistance (Continued)

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

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

Identification of major programs:

Federal Awards:

CFDA Number	Name of Federal/State Program or Cluster
	Not Applicable

State Financial Assistance:

State Grant Number	
13-495-034-5120-011	Special Education Aid (State Aid - Public Cluster)
13-495-034-5120-014	Transportation Aid (State Aid - Public Cluster)
13-495-034-5120-078	Equalization Aid (State Aid - Public Cluster)
13-495-034-5120-084	Security Aid (State Aid - Public Cluster)
13-495-034-5120-085	Adjustment Aid (State Aid - Public Cluster)
13-495-034-5095-002	Reimbursed TPAF Social Security Contributions

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF UNION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Section II - Schedule of Financial Statement Findings

2013-1 Pupil Transportation:

1. Finding:
   a. Condition: Our examination of the 2011-2012 District Report on Transported Students (DRTRS) noted discrepancies between the district report and the county's report. The number of transported students should be in agreement on both reports.

   b. Criteria: The State Department of Education promulgates policies and procedures for completion of the DRTRS. Additionally, the District has written guidelines on the process of completing the DRTRS.

   c Cause: Unknown

   d. Effect: Potential impact on State Aid due from the State.

   e. Recommendation: Differences between the district report and the county report should be resolved.

K-6
Sheet 4

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

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

No federal or state award findings or questioned costs were noted that are required to be reported in accordance with OMB Circular A-133 or NJ OMB 98-07.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Follow-up on Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations.

Not Applicable