

**BLOOMSBURY BOROUGH SCHOOL
BOARD OF EDUCATION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

OF THE

BLOOMSBURY BOARD OF EDUCATION

BLOOMSBURY, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Prepared by

BLOOMSBURY BOARD OF EDUCATION

DEPARTMENT OF ADMINISTRATION

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INTRODUCTORY SECTION

Bloomsbury Elementary School

20 MAIN STREET • BLOOMSBURY • NEW JERSEY • 08804
 TELEPHONE: 908-479-4414 • FAX: 908-479-1631
 Website: www.bburies.com



Michael Slattery
 Chief School Administrator

Teresa E. Barna
 Business Administrator/Board Secretary

September 3, 2009

Honorable President and
 Members of the Board of Education
 Borough of Bloomsbury School District
 County of Hunterdon, New Jersey

Dear Board of Education Members:

The comprehensive annual financial report of the Borough of Bloomsbury School District for the fiscal year ended June 30, 2009, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Bloomsbury Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of the operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and schedules, financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and The U.S. Office of Management of Budget Circular Letter 04-04, "Single Audit policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to the single audit, including the auditor's report on the internal structure in compliance with applicable laws, regulations and findings and recommendations, is included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES: Borough of Bloomsbury school district is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No 3. All funds and account groups of the Bloomsbury Board of education and all its schools constitute the District's reporting entity.

ECONOMIC CONDITION AND OUTLOOK: Bloomsbury Borough continues to be predominantly residential in nature with a few small businesses and one larger enterprise remaining (Union 76 Truck Stop) within its political boundaries. While surrounding townships are experiencing growth, prospects are slight for significant expansion of either residential or commercial development in Bloomsbury due to the Borough's small land area of .56 square miles. Thus the tax base for both municipal and school purposes remains relatively constant with the bulk of the taxes being paid by local residential property owners. Both the Board of Education and the municipal government have struggled over the past several years with providing quality services with limited fiscal resources. The 2009-2010 school budget passed with 50 votes in favor and 15 rejections.

MAJOR INITIATIVES:

During the 2008-2009 school year, we made many opportunities for parents and community members to participate in our program during the school day. We continue to focus specifically on the academic areas of language arts and math.

The following policies were either developed or amended and adopted by the Board of Education.:

| | |
|-----------|---|
| 1100 | Communicating with the Public |
| 1230 | School-connected Organizations |
| 2000/2010 | Concepts & Roles in Administration/Goals & Objectives |
| 2121 | Line of Responsibility |
| 2210 | Administrative Leeway in Absence of Board Policy |
| 2224 | Nondiscrimination/Affirmative Action |
| 2240 | Research, Evaluation and Planning |
| 2255 | Action Planning for T&E Certification |
| 3000/3010 | Concepts and Roles in Business and Non-Instructional Operations/Goals and Objectives |
| 3100 | Budget Planning, Preparation and Adoption |
| 3160 | Transfer of Funds Between Line Items/Amendments/Purchases not Budgeted |
| 3220/3230 | State Funds : Federal Funds |
| 3250 | Income From Fees, Fines, Charges |
| 3260 | Sale and Disposal of Books, Equipment and Supplies / Sale, Licensing and Rental of Property |
| 3280 | Gifts, Grants and Bequests |
| 3320 | Purchasing Procedures |
| 3326 | Payment for Goods and Services |
| 3327 | Relations with Vendors |
| 3400 | Accounts |
| 3440 | Inventories |
| 3450 | Money in School Buildings |
| 3451 | Petty Cash Funds |
| 3453 | School Activity Funds |

| | |
|-------------|--|
| 3510 | Operation and Maintenance of Plant |
| 3514 | Equipment |
| 3515 | Smoking Prohibition |
| 3516 | Safety |
| 3541.1 | Transportation Routes and Services |
| 3542 | Food Service |
| 3542.1 | Local Wellness Nutrition |
| 3542.31 | Free or Reduced-price Lunches/Milk |
| 3542.44 | Purchasing |
| 3570 | District Records and Reports |
| 3571.4 | Audit |
| 4111 | Certified Personnel: Recruitment, Selection and Hiring |
| 4111.1 | Certified Personnel: Nondiscrimination/Affirmative Action |
| 4112.2 | Certified Personnel: Certification |
| 4112.4 | Certified Personnel: Employee Health |
| 4112.6 | Certified Personnel: Personnel Records |
| 4112.8 | Certified Personnel: Nepotism |
| 4113-4114 | Certified Personnel: Assignment / Transfer |
| 4119.21 | Certified Personnel: Conflict of Interest |
| 4119.23 | Certified Personnel: Employee Substance Abuse |
| 4121 | Certified Personnel: Substitute Teachers |
| 4122 | Certified Personnel: Student Teachers/Interns |
| 4123 | Certified Personnel: Classroom Aides / Paraprofessionals |
| 4131/4131.1 | Certified Personnel: Staff Development / Inservice Education/Visitations/Conferences |
| 4138 | Certified Personnel: Nonschool Employment |
| 4138.2 | Certified Personnel: Private Tutoring |
| 4147 | Certified Personnel: Employee Safety |
| 4151 | Certified Personnel: Attendance Patterns |

| | |
|-------------|--|
| 4151.1 | Certified Personnel: Personal Illness and Injury/Health and Hardship |
| 4212.4 | Noncertified Personnel: Employee Health |
| 4212.6 | Noncertified Personnel: Personnel Records |
| 4212.8 | Noncertified Personnel: Nepotism |
| 4219.21 | Noncertified Personnel: Conflict of Interest |
| 4219.22 | Noncertified Personnel: Conduct and Dress |
| 4219.23 | Noncertified Personnel: Employee Substance Abuse |
| 4222 | Noncertified Personnel: Non-Instructional Aides |
| 4231/4231.1 | Noncertified Personnel: Staff Dev. / In-service Ed/Visitations-Conferences |
| 4238 | Noncertified Personnel: Nonschool Employment |
| 4247 | Noncertified Personnel: Employee Safety |
| 4251 | Noncertified Personnel: Attendance Patterns |
| 4251.1 | Noncertified Personnel: Personal Illness and Injury/Health and Hardship |
| 5020 | Role of Parents/Guardians |
| 5111 | Admission |
| 5113 | Absences and Excuses |
| 5114 | Suspension and Expulsion |
| 5118 | Nonresidents |
| 5119 | Transfers |
| 5120 | Assessment of Individual Needs |
| 5124 | Reporting to Parents/Guardians |
| 5125 | Pupil Records |
| 5126 | Awards for Achievement |
| 5127 | Commencement Activities |
| 5131 | Conduct Discipline |
| 5131.5 | Vandalism/Violence |
| 5134 | Married/Pregnant Pupils |
| 5136 | Fund-raising Activities |

| | |
|---------|--|
| 5141.1 | Accidents |
| 5141.2 | Illness |
| 5141.3 | Health Examinations and Immunizations |
| 5141.21 | Administering Medication |
| 5142.1 | Safety Patrols |
| 5145.4 | Equal Educational Opportunity |
| 5145.5 | Photographs of Pupils |
| 5145.11 | Questioning and Apprehension |
| 5145.12 | Search and Seizure |
| 5200 | Nonpublic School Pupils |
| 6010 | Goals and Objectives |
| 6111 | School Calendar |
| 6112 | School Day |
| 6114 | Emergencies and Disaster Preparedness |
| 6115 | Ceremonies and Observances |
| 6121 | Nondiscrimination/Affirmative Action |
| 6122 | Articulation |
| 6141.2 | Recognition of Religious Beliefs and Customs |
| 6142.1 | Family Life Education |
| 6142.4 | Physical Education and Health |
| 6142.6 | Basic Skills |
| 6142.9 | Arts |
| 6142.10 | Technology |
| 6142.12 | Career Education |
| 6142.13 | HIV Prevention Education |
| 6143 | Curriculum Guides |
| 6143.1 | Lesson Plans |
| 6144 | Controversial Issues |

| | |
|---------------|--|
| 6145 | Extracurricular Activities |
| 6145.1/6145.2 | Intramural Competition / Interscholastic Competition |
| 6145.3 | Publications |
| 6146.2 | Promotion/Retention |
| 6147 | Standards of Proficiency |
| 6147.1 | Evaluation of Individual Student Performance |
| 6151 | Class Size |
| 6153 | Field Trips |
| 6154 | Homework/Makeup Work |
| 6156 | Instructional Planning/Scheduling |
| 6160 | Instructional Services and Resources |
| 6161.1 | Guidelines for Evaluation and Selection of Instructional Materials |
| 6161.2 | Complaints Regarding Instructional Materials |
| 6162.4 | Community Resources |
| 6162.5 | Research |
| 6163.1 | Media Center/Library |
| 6164.1 | Intervention and Referral Services for General Education Pupils |
| 6164.2 | Guidance Services |
| 6164.4 | Child Study Team |
| 6171 | Special Instructional Programs |
| 6171.1 | Remedial Instruction |
| 6171.2 | Gifted and Talented |
| 6171.3 | At-risk and Title I |
| 6171.4 | Special Education |
| 6172 | Alternative Educational Programs |
| 6173 | Home Instruction |
| 6178 | Early Childhood Education / Preschool |
| 6300 | Evaluation of the Instructional Program |

| | |
|------|--|
| 7110 | Long-range Facilities Planning |
| 7115 | Developing Educational Specifications |
| 9000 | Role of the Board |
| 9010 | Role of the Member |
| 9020 | Public Statements |
| 9113 | Filling Vacancies |
| 9121 | Election and Duties of President |
| 9130 | Committees |
| 9200 | Orientation and Training of Board Members |
| 9250 | Expenses |
| 9270 | Conflict of Interest |
| 9272 | School Board use of Electronic Communications |
| 9312 | Formulation, Adoption, Amendment of Bylaws |
| 9313 | Formulation, Adoption, Amendment of Administrative Regulations |
| 9314 | Suspension of Policies, Bylaws and Regulations |

Programs/Activities:

- Grades 6-8 continue to be departmentalized.
- Violence Awareness Week and Red Ribbon Week took place in October.
- Total inclusion of students in classrooms was practiced.
- It was the ninth year for School Choice students and the tenth year for the Choice Student application process.
- Professional development focused on language arts and math.
- A new social studies curriculum was adopted by the Board of Education.

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

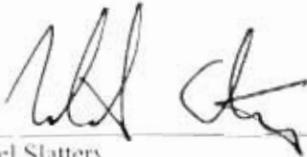
CASH MANAGEMENT: The inventory policy of the District is guided in large part by the State Statute as detailed in "Notes to the Financial Statement," Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the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

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

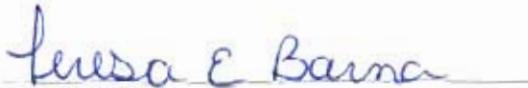
OTHER INFORMATION: Independent audit – State Statutes requires an annual audit by independent certified accountants or registered municipal accountants. The accounting firm of William M. Colantano, Jr. was selected by the Board's finance committee. In addition to meeting the requirements set forth in State Statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04. The auditor's report on the general purpose financial statements and combining and individual fund statements 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 Bloomsbury Board of Education for their concern in providing fiscal accountability to the citizens and tax payers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

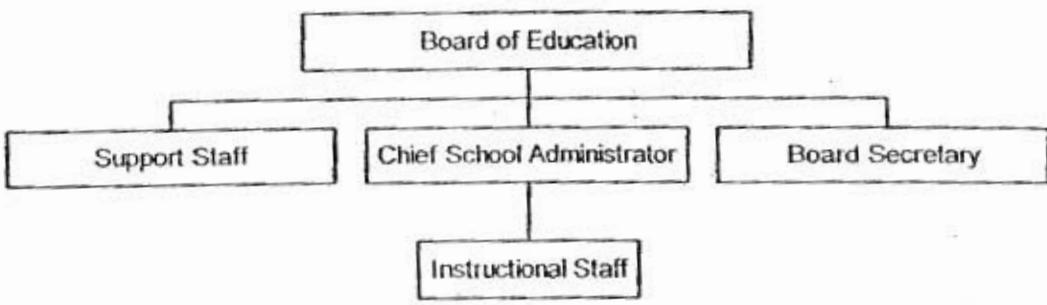


Michael Slattery
Chief School Administrator



Teresa E. Barna
Business Administrator/Board Secretary

Borough of Bloomsbury Board of Education Organizational Chart (Unit Control)



BLOOMSBURY BOROUGH SCHOOL DISTRICT
BLOOMSBURY, NEW JERSEY
JUNE 30, 2009

ROSTER OF OFFICIALS

Members of the Board of Education

Term Expires

| | | |
|-----------------|----------------|------|
| Michael Galuppo | President | 2011 |
| Karyn Frey | Vice-President | 2010 |
| Marnie Carrick | | 2010 |
| Robert Furnari | | 2011 |
| Cathy Foulk | | 2012 |

Other Officials

| | |
|-------------------|--|
| Michael Slattery | Chief School Administrator |
| Raelene Cattersen | School Business Administrator/ Board Secretary (To 10/31/09) |
| Marie Hersch | School Business Administrator/ Board Secretary (From 11/11/08 to 12/31/08) |
| Teresa Barna | School Business Administrator/ Board Secretary (From 01/01/09) |
| Patti Fischer | Treasurer |

**BLOOMSBURY BOROUGH SCHOOL DISTRICT
BOARD OF EDUCATION
CONSULTANTS AND ADVISORS**

AUDIT FIRM

William M. Colantano, Jr., CPA
100 Route 31 North
Washington, NJ 07882-1530

ATTORNEY

Paul Barger
Barger & Bolger
248 Main Street
Chatham, NJ 07928

OFFICIAL DEPOSITORY

PNC Bank
Bloomsbury, NJ 08804

FINANCIAL SECTION

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

August 14, 2009

Honorable President and
Members of the Board of Education
Bloomsbury Borough School District
County of Hunterdon, New Jersey

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Bloomsbury Borough School District in the County of Hunterdon, as of and for the fiscal year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Bloomsbury Borough Board of Education management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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 Division of Finance, Department of Education, State of New Jersey. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Bloomsbury Borough Board of Education in the County of Hunterdon, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued a report dated August 14, 2009 on my consideration of the Bloomsbury Borough Board of Education's internal control over financial reporting and on my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of my audit.

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

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

The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by US Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations" and New Jersey OMB's Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid" and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



William M. Colantano, Jr.
Public School Accountant
No. CS 0128

REQUIRED SUPPLEMENTARY INFORMATION-PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

UNAUDITED

The discussion and analysis of Bloomsbury Borough Public School District's financial performance provides an overall review of the school district's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the school district's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the school district's financial performance.

Financial Highlights

Key financial highlights for 2009 are as follows:

- ◆ In total, net assets increased \$130,644, which represents a 31.98 percent increase from 2008.
- ◆ General revenues accounted for \$2,718,567 in revenue or 95.63% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$124,179 or 4.37% of total revenues of \$2,842,746.
- ◆ Total assets increased by \$ 140,401 as cash and cash equivalents increased by \$ 159,935, receivables and other assets, decreased by \$ 30,020, and capital assets increased by \$10,486.
- ◆ The School District had \$ 2,712,102 in expenses; only \$ 124,179 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$2,718,567 were adequate to provide for these programs.
- ◆ Among major funds, the General Fund had \$2,718,504 in revenues and \$2,601,406 in expenditures. The General Fund's balance increased \$117,098 over 2008. This increase was anticipated by the Board of Education.

Using this Generally Accepted Accounting Principals Report (GAAP)

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

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole school district, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Bloomsbury Borough Public 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 the School District to provide programs and activities, the view of the school district as a whole looks at all financial transactions and asks the question, "How did we do financially during 2009?" The *Statement of Net Assets* and the *Statement of Activities* helps answer this question. These statements include all assets and liabilities using the accrual

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

UNAUDITED

basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid

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

In the Statement of Net Assets and the Statement of Activities, the School District reports governmental activities. Governmental activities are the activities where most of the School District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 16. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the school district's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in 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 the school district's general government operations and the basic services it provides. Governmental fund information helps you 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.

The School District as a Whole

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

Table 1 provides a summary of the School District's net assets for 2009 compared to 2008.

| | 6/30/2009 | 6/30/2008 | Variance | |
|--------------------------|------------------|------------------|------------------|---------------|
| | | | Dollars | Percent |
| Assets | | | | |
| Current and Other Assets | \$475,893 | \$345,978 | \$129,915 | 37.55% |
| Capital Assets | 341,528 | 331,042 | 10,486 | 3.17% |
| Total Assets | \$817,421 | \$677,020 | \$140,401 | 20.74% |

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

UNAUDITED

| | | | | |
|---|------------------|------------------|------------------|---------------|
| Liabilities | | | | |
| Long-Term Liabilities | \$87,311 | \$100,948 | (\$13,637) | - |
| | | | | 13.51% |
| Other Liabilities | 190,993 | 167,599 | 23,394 | 13.96% |
| Total Liabilities | <u>\$278,304</u> | <u>\$268,547</u> | <u>\$9,757</u> | <u>3.63%</u> |
| Net Assets | | | | |
| Invested in Capital Assets, Net of Debt | \$314,274 | \$295,573 | \$18,701 | 6.33% |
| Restricted | 57,649 | 6,853 | 50,796 | |
| Unrestricted | 167,194 | 106,047 | \$61,147 | 57.66% |
| Total Net Assets | <u>\$539,117</u> | <u>\$408,473</u> | <u>\$130,644</u> | <u>31.98%</u> |

Table 2 shows the changes in net assets for fiscal year 2009.

TABLE 2
CHANGE IN NET ASSETS

| | 6/30/2009 | 6/30/2008 | Variance | |
|-------------------------------------|--------------------|--------------------|------------------|----------------|
| | | | Dollars | Percent |
| REVENUES | | | | |
| Program Revenues: | | | | |
| Charges for Services | \$31,843 | \$31,393 | 450 | 1.43% |
| Operating Grants and Contributions | 92,336 | 77,554 | 14,782 | 19.06% |
| General Revenues: | | | | |
| Property Taxes | 1,547,229 | 1,547,229 | 0 | 0.00% |
| Grants and Entitlements | 1,144,145 | 971,144 | 173,001 | 17.81% |
| Other | 27,193 | 26,100 | 1,093 | 4.19% |
| Total Revenues | <u>\$2,842,746</u> | <u>\$2,653,420</u> | <u>\$189,326</u> | <u>7.14%</u> |
| PROGRAM EXPENSES | | | | |
| Instruction | | | | |
| Regular | \$1,141,882 | \$1,062,637 | \$79,245 | 7.46% |
| Special | \$206,617 | \$220,202 | (\$13,585) | -6.17% |
| Other | \$14,618 | \$11,905 | \$2,713 | 22.79% |
| Support Services: | | | | |
| Tuition | 526,430 | 527,153 | (\$723) | -0.14% |
| Students and Instructional Staff | 225,068 | 238,978 | (13,910) | -5.82% |
| General and Business Administration | 180,501 | 206,392 | (25,891) | -12.54% |
| School Administration | 90,445 | 92,584 | (2,139) | -2.31% |
| Maintenance | 173,874 | 139,213 | 34,661 | 24.90% |
| Transportation | 100,695 | 57,923 | 42,772 | 73.84% |
| Food Services | 50,157 | 55,619 | (5,462) | -9.82% |
| Interest on Long-Term Debt | 1,815 | 1,362 | 453 | 33.26% |
| Total Expenses | <u>\$2,712,102</u> | <u>\$2,613,968</u> | <u>\$98,134</u> | <u>3.75%</u> |
| Increase (Decrease) in Net Assets | <u>\$130,644</u> | <u>\$39,452</u> | <u>\$91,192</u> | <u>231.15%</u> |

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

UNAUDITED

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 55.23% of revenues for governmental activities for the Bloomsbury Borough Public School District for fiscal year 2009.

Instruction comprises 69.67% of district expenses. Support services expenses make up 30.33% of the total expenses.

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. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**TABLE 3
COST OF GOVERNMENTAL SERVICES**

| | TOTAL COST OF SERVICES | | NET COST OF SERVICES | |
|-----------------------------------|---------------------------|--------------------|-------------------------|--------------------|
| | 6/30/2009 | 6/30/2008 | 6/30/2009 | 6/30/2008 |
| Instruction | \$ 1,363,117 | \$1,294,744 | \$1,325,526 | \$1,269,343 |
| Support Services: | | | | |
| Tuition | 526,430 | 527,153 | 578,399 | 488,085 |
| Student & Instructional Staff | 225,068 | 238,978 | 218,931 | 234,344 |
| General & Business Administration | 180,501 | 206,392 | 180,501 | 206,392 |
| School Administration | 90,445 | 92,584 | 90,445 | 92,584 |
| Plant Operations & Maintenance | 173,874 | 139,213 | 173,874 | 139,213 |
| Pupil Transportation | 100,695 | 57,923 | 100,695 | 57,923 |
| Food Services | 50,157 | 55,619 | 8,737 | 15,775 |
| Interest on Long-Term Debt | 1,815 | 1,362 | 1,815 | 1,362 |
| Total Expenses | <u>\$2,712,102</u> | <u>\$2,613,968</u> | <u>\$2,678,923</u> | <u>\$2,505,021</u> |

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

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

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

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

Extracurricular activities includes expenses related to student activities provided by the School District which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

UNAUDITED

The dependence upon tax revenues is apparent. For all activities general revenue support is 95.89 %. The community, as a whole, is the primary support for the Bloomsbury Borough School District.

The School District's Funds

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$ 2,801,263 and expenditures of \$ 2,684,165. The net negative change in fund balance for the year was most significant in the General Fund, an increase of \$ 117,098.

General Fund Budgeting Highlights

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

During the course of the fiscal 2009 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources was \$ 2,634,608, \$ 19,132 above original budgeted estimates of \$ 2,615,476. This difference was due primarily to conservative revenue estimates.

The General Fund revenues and other financing sources of the School District were below expenditures by approximately \$ 186,119.

Capital Assets

At the end of the fiscal year 2009, the School District had \$ 341,528 invested in land, buildings, furniture and equipment. Table 4 shows fiscal 2009 balances compared to 2008.

TABLE 4
CAPTIAL ASSETS AT YEAR END (Net of Depreciation)

| | 6/30/2009 | 6/30/2008 | VARIANCE | |
|-------------------------|------------------|------------------|-----------------|--------------|
| | | | Dollars | Percent |
| Land | \$79,200 | \$79,200 | \$0 | |
| Land Improvements | 96 | 288 | (192) | -66.67% |
| Building & Improvements | 241,896 | 230,579 | 11,317 | 4.91% |
| Furniture & Equipment | 20,336 | 20,975 | (639) | -3.05% |
| | <u>\$341,528</u> | <u>\$331,042</u> | <u>\$10,486</u> | <u>3.17%</u> |

Overall capital assets increased \$ 10,486 from fiscal year 2008 to fiscal year 2009.

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

UNAUDITED

For the Future

The Bloomsbury Borough Public School District is in very good financial condition presently. A major concern is the increased reliance on local property taxes. However, future finances are not without challenges as state funding is decreased.

Bloomsbury Borough is primarily a residential community, with very few ratables; thus the burden is focused in homeowners to foot the tax burden.

In conclusion, the Bloomsbury Borough Public School District has committed itself to financial excellence. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contracting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Timothy Mantz, School Business Administrator/Board Secretary at Bloomsbury Board of Education, 20 Main Street, Bloomsbury, NJ 08804 or email at tmantz@bburyes.com.

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.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2009

| | Govern- mental Activities | Business- Type Activities | Total |
|---|---------------------------------|---------------------------------|-------------------|
| ASSETS | | | |
| Cash & Cash Equivalents | \$ 344,310 | \$ 34,644 | \$ 378,954 |
| Receivables Net | 41,860 | 381 | 42,241 |
| Inventory | | 585 | 585 |
| Restricted Assets: | | | |
| Cash & Cash Equivalents | 54,113 | | 54,113 |
| Capital Assets, Net (Note 4) | 339,625 | 1,903 | 341,528 |
| Total Assets | <u>779,908</u> | <u>37,513</u> | <u>817,421</u> |
| LIABILITIES | | | |
| Accounts Payable | 183,009 | | 183,009 |
| Deferred Revenue | 7,665 | 319 | 7,984 |
| Long-Term Liabilities (Note 5): | | | |
| Capital Leases | 27,254 | | 27,254 |
| Compensated Absences Payable | 60,057 | | 60,057 |
| Total Liabilities | <u>277,985</u> | <u>319</u> | <u>278,304</u> |
| NET ASSETS | | | |
| Invested in Capital Assets, Net of Related Debt | 312,371 | 1,903 | 314,274 |
| Restricted | 57,649 | | 57,649 |
| Unrestricted | 131,903 | 35,291 | 167,194 |
| TOTAL NET ASSETS | <u>\$ 501,923</u> | <u>\$ 37,194</u> | <u>\$ 539,117</u> |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

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.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2009

| | General Fund | Special Revenue Fund | Capital Project Fund | Debt Service Fund | Total Governmental Funds |
|--------------------------------------|-------------------|----------------------|----------------------|-------------------|--------------------------|
| ASSETS | | | | | |
| Cash & Cash Equivalents | \$ 344,310 | | | | \$ 344,310 |
| Receivables from Other Governments: | | | | | |
| State | 7,256 | \$ 30,068 | 3,536 | | 10,792 |
| Federal | 1,000 | | | | 30,068 |
| Other Receivables | 19,888 | | | | 1,000 |
| Due from Other Funds | 53,337 | | 776 | | 19,888 |
| Restricted Cash & Equivalents | | | | | 54,113 |
| TOTAL ASSETS | \$ 425,791 | \$ 30,068 | \$ 4,312 | \$ - | \$ 460,171 |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | \$ 180,494 | \$ 2,515 | | | \$ 183,009 |
| Due to Other Funds | | 19,888 | | | 19,888 |
| Deferred Revenue | | 7,665 | | | 7,665 |
| Total Liabilities | 180,494 | 30,068 | - | \$ - | 210,562 |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2009
(Continued)

| | General Fund | Special Revenue Fund | Capital Project Fund | Debt Service Fund | Total Governmental Funds |
|---|--------------|----------------------|----------------------|-------------------|--------------------------|
| LIABILITIES AND FUND BALANCES (Cont'd) | | | | | |
| Fund Balances: | | | | | |
| Reserved For: | | | | | |
| Encumbrances | \$ 50,715 | | | | \$ 50,715 |
| Capital Reserve Account | 2,622 | | | | 2,622 |
| Tuition Reserve Account | 50,715 | | | | 50,715 |
| Unreserved: | | | | | |
| Designated for Subsequent Year's Expenditures | | | \$ 4,312 | | 4,312 |
| Undesignated | 141,245 | | | | 141,245 |
| Total Fund Balances | 245,297 | \$ - | 4,312 | \$ - | 249,609 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 425,791 | \$ 30,068 | \$ 4,312 | \$ - | \$ 501,923 |

Amounts Reported for Governmental Activities in the Statement of Net Assets (A-1) are Different Because:

Capital assets used in government activities are not financial resources & therefore are not reported in the funds. The cost of the assets is and the accumulated depreciation is

\$ 753,374
413,749

339,625

Long-term liabilities, including leases payable and compensated absences are not due & payable in the current period & therefore are not reported as liabilities in the funds

(87,311)

Total Net Assets of Governmental Activities

\$ 501,923

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|--|---------------------|----------------------|-----------------------|-------------------|--------------------------|
| REVENUES | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 1,547,229 | | | \$ | \$ 1,547,229 |
| Tuition | 21,853 | | | | 21,853 |
| Interest on Investments | 5,059 | | | | 5,059 |
| Miscellaneous | 218 | | | | 218 |
| Total | \$ 1,574,359 | \$ - | \$ - | \$ - | \$ 1,574,359 |
| State Sources | 1,144,145 | | | | 1,144,145 |
| Federal Sources | | 82,759 | | | 82,759 |
| Total Revenues | 2,718,504 | 82,759 | - | - | 2,801,263 |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Instructional: | | | | | |
| Regular Instruction | 808,400 | 27,670 | | | 836,070 |
| Special Education Instruction | 144,691 | 9,921 | | | 154,612 |
| Other Instruction | 5,300 | | | | 5,300 |
| Support Service & Undistributed Costs: | | | | | |
| Tuition | 487,399 | 39,031 | | | 526,430 |
| Student & Instruction Related Services | 189,460 | 6,137 | | | 195,597 |
| General & Business Administrative Services | 162,395 | | | | 162,395 |
| School Administrative Services | 66,363 | | | | 66,363 |
| Plant Operations & Maintenance | 177,897 | | | | 177,897 |
| Pupil Transportation | 100,695 | | | | 100,695 |
| Employee Benefits | 449,537 | | | | 449,537 |
| Special Summer School | 9,269 | | | | 9,269 |
| Total Expenditures | 2,601,406 | 82,759 | - | - | 2,684,165 |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|---|--------------|----------------------|-----------------------|-------------------|--------------------------|
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 117,098 | \$ - | \$ - | \$ - | \$ 117,098 |
| Net Change in Fund Balance | 117,098 | - | - | - | 117,098 |
| Fund Balances, July 1 | 128,199 | | 4,312 | | 132,511 |
| Fund Balances, June 30 | \$ 245,297 | \$ - | \$ 4,312 | \$ - | \$ 249,609 |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Total Net Changes in Fund Balances-Governmental Fund (from B-2) \$ 117,098

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 expenses. This is the amount by which capital outlays exceeds depreciation in the period:

| | | |
|-----------------------|---------------|-------|
| Capital Outlays | \$ 22,180 | |
| Depreciation Expenses | <u>13,597</u> | |
| | | 8,583 |

Repayment of debt principal and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and are not reported in the statement of activities:

| | |
|------------------------|-------|
| Capital Lease Payments | 8,215 |
|------------------------|-------|

In the statement of activities, compensated absences & early retirement benefits 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 a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.

5,422

| | |
|---|--------------------------|
| Change in Net Assets of Governmental Activities | <u><u>\$ 139,318</u></u> |
|---|--------------------------|

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2009

| | <u>Food Service Fund</u> |
|---|------------------------------|
| ASSETS | |
| Current Assets: | |
| Cash & Cash Equivalents | \$ 34,644 |
| Receivables from Other Governments: | |
| State | 30 |
| Federal | 351 |
| Inventory | 585 |
| Total Current Assets | <u>35,610</u> |
| Noncurrent Assets: | |
| Capital Assets | 27,908 |
| Less: Accumulated Depreciation | <u>26,005</u> |
| Total Noncurrent Assets | <u>1,903</u> |
| Total Assets | <u>37,513</u> |
| LIABILITIES | |
| Current Liabilities: | |
| Deferred Revenue | <u>319</u> |
| Total Liabilities | <u>319</u> |
| NET ASSETS | |
| Invested in Capital Assets, Net of Related Debt | 1,903 |
| Unrestricted | <u>35,291</u> |
| TOTAL NET ASSETS | <u>\$ 37,194</u> |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Food Service Fund |
|--|----------------------|
| Operating Revenues: | |
| Charges for Services: | |
| Daily Sales-Reimbursable Programs | \$ 25,605 |
| Daily Sales-Nonreimbursable Programs | 6,238 |
| Total Operating Revenues | 31,843 |
| Other Expenses: | |
| Costs of Sales | 17,271 |
| Salaries | 16,202 |
| Employee Benefits | 2,260 |
| Management Fee | 7,000 |
| Supplies | 3,550 |
| Insurance | 1,594 |
| Miscellaneous | 155 |
| Other Purchased Services | 1,289 |
| Office Expense | 125 |
| Repairs and Maintenance | 538 |
| Depreciation | 173 |
| Total Operating Expenses | 50,157 |
| Operating Income (Loss) | (18,314) |
| Nonoperating Revenues (Expenses): | |
| State Sources: | |
| State School Lunch Program | 583 |
| Federal Sources: | |
| National School Lunch Program | 6,833 |
| Food Distribution Program | 2,161 |
| Interest Income | 63 |
| Total Nonoperating Revenues (Expenses) | 9,640 |
| Change in Net Assets | (8,674) |
| Net Assets, Beginning | 45,868 |
| Net Assets, Ending | \$ 37,194 |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Food Service Fund |
|--|----------------------|
| Cash Flows from Operating Activities: | |
| Receipts from Customers | \$ 31,843 |
| Payments to Food Service Management Company | (45,685) |
| Payments to Vendors and Employees | (2,698) |
| Net Cash Provided by (Used For) Operating Activities | <u>(16,540)</u> |
| Cash Flows from Noncapital Financing Activities: | |
| State Sources | 737 |
| Federal Sources | 8,704 |
| Net Cash Provided by (Used For) Noncapital Financing Activities | <u>9,441</u> |
| Cash Flows from Capital Financing Activities: | |
| Acquisition of Capital Assets | (2,075) |
| Net Cash Provided by (Used For) Capital Financing Activities | <u>(2,075)</u> |
| Cash Flows from Investing Activities: | |
| Interest Earned on Investments | 63 |
| Net Cash Provided by Investment Activities | <u>63</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | (9,111) |
| Cash and Cash Equivalents, July 1, 2008 | <u>43,755</u> |
| Cash and Cash Equivalents, June 30, 2009 | <u>\$ 34,644</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities: | |
| Operating Income (Loss) | \$ (18,314) |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities: | |
| Depreciation | 173 |
| Federal Food Distribution Program | 2,479 |
| (Increase) Decrease in Inventory | (585) |
| Increase (Decrease) in Accounts Payable | (293) |
| Net Cash Provided by (Used For) Operating Activities | <u>\$ (16,540)</u> |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2009

| | Student Activity Agency Fund | Payroll Agency Fund |
|-----------------------------------|---------------------------------------|-----------------------------|
| | <u> </u> | <u> </u> |
| ASSETS | | |
| Cash & Cash Equivalents | \$ 3,449 | \$ 121 |
| TOTAL ASSETS | <u>3,449</u> | <u>121</u> |
| LIABILITIES | | |
| Due to Student Groups | 3,449 | |
| Payroll Deductions & Withholdings | | 121 |
| TOTAL LIABILITIES | <u>3,449</u> | <u>121</u> |
| NET ASSETS | <u>\$ -</u> | <u>\$ -</u> |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The basic financial statements include:

A Management's Discussion and Analysis (MD&A) providing an analysis of the District's overall financial position and results of operations.

Financial statements prepared using full-accrual accounting for all of the District's activities.

A. Reporting Entity

The District is a Type II district located in the County of Hunterdon, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of five members elected to three-year-terms. The purpose of the district is to educate students in Grades K-12. The District had an approximate enrollment at June 30, 2009 of 138 students.

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

1. The organization is legally separate (can sue or be sued in their own name.)
2. The District holds the corporate powers of the organization.
3. The District appoints a voting majority of the organization's board.
4. The District is able to impose its will on the organization.
5. The organization has the potential to impose a financial benefit/ burden on the District.
6. There is a fiscal dependency by the organization on the District.

Based on the aforementioned criteria, the District has no component units.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The District has elected to treat all of its governmental funds as major funds and they are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and post employment healthcare benefits, are recorded only when payment is due.

Property taxes, tuition and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. As under New Jersey State Statute, a municipality is required to remit to its school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an accounts receivable. All other revenue items are considered to be measurable and available only when the District receives cash.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Amounts reported as program revenues include 1) charges to students for tuition, fees, rental, material, supplies, or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, and unrestricted state aids.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

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

The District reports the following major governmental funds:

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

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

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

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

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

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

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Additionally, the District reports the following fund types:

Proprietary Fund Types

Proprietary Fund - The focus of Proprietary Fund measurement is upon determination of net income, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

Enterprise Fund - The Enterprise 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; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund.

All proprietary funds are accounted for on a current financial resources measurement focus. This means that all assets and liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

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

| | |
|-------------------------|----------|
| Equipment | 12 Years |
| Light Trucks & Vehicles | 4 Years |
| Heavy Trucks & Vehicles | 6 Years |

Fiduciary Fund Types

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other government's and/ or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations. The following is a description of the Trust and Agency Funds of the District.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Fiduciary Fund Types (cont'd)

Student Activities Agency Fund – This fund is used to account for funds derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities.

Payroll Agency Fund – This fund accounts for the withholding and remittance of employee salary deductions.

In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The District's Proprietary Funds have elected not to apply the standards issued by FASB after November 30, 1989.

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 NJAC 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2009 were insignificant.

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.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Encumbrances

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

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as deferred revenues at fiscal year end.

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

F. Tuition Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

G. Tuition Payable

Tuition charges for the fiscal years 2008-2009 and 2007-2008 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. 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.

I. Inventories and Prepaid Items

Inventories and prepaid items, which benefit future periods, other than those recorded in the Enterprise Fund are recorded as an expenditure during the year of purchase.

Enterprise Fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

J. Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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.

All reported capital assets, except for land and construction in progress, of the District are depreciated using the straight-line method over the following estimated lives:

| <u>Assets</u> | <u>Years</u> |
|--|--------------|
| Buildings | 50 |
| Building Improvements & Portable Classroom | 50 |
| Land Improvements | 20 |
| Furniture | 20 |
| Maintenance Equipment | 10 to 15 |
| Musical Instruments | 10 |
| Athletic Equipment | 10 |
| Audio Visual Equipment | 10 |
| Office Equipment | 5 to 10 |
| Computer Equipment | 5 to 10 |

K. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by Governmental Accounting Standards Board statement number 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. 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 Districts' agreements with the various employee unions.

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated by vesting balances as of the balance sheet date for which a payment is probable. Salary related payments for the employer's share of social security and medicare taxes are included.

For the government-wide statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, in the fund financial statements, all of the compensated absences are considered long-term and therefore are not a fund liability. This represents a reconciling item between the fund and government-wide presentations.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

L. Deferred Revenue

Deferred revenue in the General Fund and Special Revenue Fund represents cash, which has been received but not yet earned. See Note 1 (E) regarding the Special Revenue Fund.

M. Long-Term Obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

N. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a restricted purpose. Designations of fund balance represent tentative plans for future use of financial resources that are subject to change.

In the government-wide statements, net assets represent the difference between assets and liabilities. Invested in Capital Assets, Net of Related Debt consists of capital assets, net of accumulated depreciation, and reduced by the balance of long-term debt used to finance these assets. Net assets are reported as restricted when there are limitations externally imposed on their use either through enabling legislation or other restrictions imposed by creditors, grantors or laws or regulations of other governments. The District's restricted net assets in the governmental activities as of June 30, 2009 consists of the following:

| | | |
|-----------------|----|------------------|
| Capital Reserve | \$ | 6,934 |
| Tuition Reserve | | <u>50,715</u> |
| | | <u>\$ 57,649</u> |

O. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain immaterial amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

P. Allocation of Indirect Expenses

Certain expenses, which have not been charged to a specific function in the District's fund financial statements, have been allocated to the functions for the government-wide statements. Employee benefits, on-behalf TPAF pension contributions, reimbursed TPAF social security contributions and compensated absences accruals have been allocated based on salaries by function. Depreciation expense which was not specifically identified by function has been allocated based on the current year expenses by function.

NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the municipality, the municipality's local school districts, and the county, the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in NJSA 54:4 et seq. Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special districts.

Tax bills are mailed annually in June. The taxes are due August 1 and November 1 respectively, and are adjusted to reflect the current fiscal year's total tax liability. The preliminary taxes due February 1 and May 1 of the succeeding fiscal year are based upon one-half of the current year's total tax.

Tax installments not paid on or before the due date are subject to interest penalties of eight percent per annum on the first \$1,500 of the delinquency and eighteen percent per annum on any amount in excess of \$1,500. Pursuant to Chapter 75, PL 1991, the governing body may also fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the calendar year. The penalty so fixed shall not exceed six percent of the amount of the delinquency. These interest and penalties are the highest permitted under the New Jersey statutes. Delinquent taxes are annually included in a tax sale in accordance with New Jersey statutes.

School taxes are guaranteed as to amount of collection by the municipality, the collection agency, and are transmitted to the school district in accordance with the schedule of tax installments as certified by the school district's Board of Education on an annual basis.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

Deposits at June 30, 2009 appear in the financial statements as summarized below:

| | | |
|---|-------------|-------------------|
| Cash | | <u>\$ 436,637</u> |
| | <u>Ref.</u> | |
| Cash: | | |
| Governmental Funds, Statement of Net Assets | B-1 | \$ 398,423 |
| Enterprise Fund, Statement of Net Assets | B-4 | 34,644 |
| Fiduciary Funds, Statement of Net Assets | B-7 | <u>3,570</u> |
| Total Cash | | <u>\$ 436,637</u> |

Deposits – The District's carrying amount of bank deposits at June 30, 2009 is \$436,637 and the bank balance is \$670,336. Of the bank balance, \$250,000 is covered by federal depository insurance and \$420,336 is insured by GUDPA.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Deposit and Investment Risk

GASB Statement No. 40 "Deposit and Investment Risk Disclosures" requires state and local governments to communicate key information about deposit and investment risks. Required disclosures are as follows:

1. Custodial credit risk disclosures for investments defined as category 3 assets under GASB Statement No. 3. Since all of the deposits and investments of the district are category 1 assets, these disclosures are not required.
2. Credit quality ratings for investments in debt securities, external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. As the district has no such investments, this disclosure is not applicable.
3. Disclosure of investments by amount and issuer for any issuer that represents five percent of more of total investments. This requirement does not apply to investments issued or explicitly guaranteed by the US government and investments in mutual funds or pools. This disclosure is reported below under Concentration of Credit Risk.
4. Interest rate risk disclosures are required for all debt investments and non-money market like pools. As the district has no such investments, this disclosure is not applicable.
5. Investments that are exposed to foreign currency risk should be disclosed. As the district has no such investments this disclosure is not applicable.

Concentration of Credit Risk

The State of New Jersey does not place any limit on the amount that the district may invest with any one issuer. As of June 30, 2009, the district has no investments.

NOTE 4. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2009 is as follows:

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balance</u> |
|--|------------------------------|------------------|------------------|---------------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Capital Assets, Not Being Depreciated: | | | | |
| Land | \$ 79,200 | \$ -0- | \$ -0- | \$ 79,200 |
| Capital Assets, Being Depreciated: | | | | |
| Land Improvements | 9,393 | | | 9,393 |
| Building & Improvements | 584,993 | 22,180 | | 607,173 |
| Furniture & Equipment | 57,608 | | | 57,608 |
| Total | <u>651,994</u> | <u>22,180</u> | <u>-0-</u> | <u>674,174</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(Continued)

NOTE 4. CAPITAL ASSETS (Cont'd)

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|----------------------|-----------------|-----------|-------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Accumulated Depreciation: | | | | |
| Land Improvements | \$ 9,105 | \$ 192 | | \$ 9,297 |
| Building & Improvements | 354,414 | 10,863 | | 365,277 |
| Furniture & Equipment | 36,633 | 2,542 | | 39,175 |
| Total | <u>400,152</u> | <u>13,597</u> | \$ -0- | <u>413,749</u> |
| Total Capital Assets, Being Depreciated, Net | <u>251,842</u> | <u>8,583</u> | | <u>260,425</u> |
| Governmental Activities Capital Assets, Net | <u>\$ 331,042</u> | <u>\$ 8,583</u> | \$ -0- | <u>\$ 339,625</u> |
| Business-Type Activities: | | | | |
| Furniture & Equipment | \$ 25,832 | \$ 2,076 | | \$ 27,908 |
| Less: Accum Depreciation | <u>25,832</u> | <u>173</u> | | <u>26,005</u> |
| Business-Type Activities Capital Assets, Net | <u>\$ -0-</u> | <u>\$ 1,903</u> | \$ -0- | <u>\$ 1,903</u> |

Depreciation expense was charged to governmental functions in the current year as follows:

| | |
|--|------------------|
| Instruction: | |
| Regular | \$ 7,676 |
| Special Education | 1,419 |
| Other Instruction | 49 |
| Support Services: | |
| Student & Instruction | 1,796 |
| General & Business Admin | 1,491 |
| School Administration | 609 |
| Plant Operation & Maint | <u>557</u> |
| Total Depreciation Expense, Governmental Activities | <u>\$ 13,597</u> |

NOTE 5. GENERAL LONG-TERM DEBT

Long-Term Liability Activity for the Year Ended June 30, 2009 is as Follows:

| | Beginning Balance | Addition | Reductions | Ending Balance |
|----------------------------------|----------------------|------------------|------------------|-------------------|
| Governmental Activities: | | | | |
| Compensated Absences Payable | \$ 65,479 | \$ 13,290 | \$ 18,712 | \$ 60,057 |
| Obligations Under Capital Leases | <u>35,469</u> | | <u>8,215</u> | <u>27,254</u> |
| | <u>\$ 100,948</u> | <u>\$ 13,290</u> | <u>\$ 26,927</u> | <u>\$ 87,311</u> |

Compensated absences and capital leases are paid in the current expenditures budget of the District's general fund.

The general obligation bonded debt of the District is limited by state law to 4.0% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2009 is \$4,582,761. General obligation debt at June 30, 2009 is \$-0-, resulting in a legal debt margin of \$4,582,761.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 5. GENERAL LONG-TERM DEBT (Cont'd)

Capital Leases Payable

The District is leasing energy lighting equipment totaling \$44,137 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, 2009:

| <u>Year Ending June 30,</u> | <u>General Fund</u> |
|--|---------------------|
| 2011 | \$ 10,030 |
| 2012 | 10,030 |
| 2013 | 10,030 |
| Total Minimum Lease Payments | 30,090 |
| Amount Representing Interest | 2,836 |
| Present Value of Minimum Leases Payments | <u>\$ 27,254</u> |

NOTE 6. PENSION PLANS

Description of Systems

Substantially all of the Board's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund retirement system 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 Board and the system's other related non-contributing employers. The Public Employees Retirement System is considered a cost sharing multiple-employer plan.

A. Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund was established in January, 1955 under the provisions of NJSA 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Members are eligible for retirement at age 55 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under age 55 with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

B. Public Employees' Retirement System - The Public Employees' Retirement System was established in January, 1955 under the provisions of NJSA 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service and 25 years for health care coverage. Members are eligible for retirement at age 55 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under age 55 with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statement and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625-0295.

Significant Legislation

During the year ended June 30, 1997, legislation was enacted authorizing the New Jersey Economic Development Authority (the "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. On June 30, 1997, the Authority issued bonds pursuant to this legislation and \$1,547,688,633 and \$241,106,642 from the proceeds of the bonds were deposited into the investment account of TPAF and PERS, respectively.

As a result of additional legislation enacted during the year ended June 30, 1997 (Ch 115, PL 1997), the asset valuation method was changed from market related value to full market value for the valuation reports dated March 31, 1996. The legislation also provides for a reduction in the normal contributions of the State to the systems from excess assets for FY's 1997 and 1998, and local employers for FY 1999, and, thereafter, authorizes the State Treasurer to reduce the normal contributions of State and local employers to the systems, to the extent possible, from up to 100% of excess assets through FY 2003, and on a declining maximum percentage of excess thereafter.

Due to the enactment of the legislation described above, the State of New Jersey's portion of the unfunded accrued liability under each retirement system was eliminated except for the unfunded liability for local early retirement incentive benefits; accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements

The contribution policy is set by New Jersey State Statutes and contributions are required 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 contribution of 5.50% 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 cost-of-living adjustments, non-contributory death benefits and post-retirement medical premiums. Under current statute the Board is a non-contributing employer of the TPAF.

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

| Year Funding | Post Retirement Benefit Costs | Percentage of APC Contributed |
|-----------------|-------------------------------------|-------------------------------------|
| 06/30/09 | \$ 75,136 | 100% |
| 06/30/08 | 134,311 | 100% |
| 06/30/07 | 114,974 | 100% |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 6. PENSION PLANS (Cont'd)

Contribution Requirements (Cont'd)

Three-Year Trend Information for PERS

| Year Funding | Annual Pension Cost (APC) | Percentage of APC Contributed |
|-----------------|---------------------------------|-------------------------------------|
| 06/30/09 | \$ 14,888 | 100% |
| 06/30/08 | 10,519 | 100% |
| 06/30/07 | 5,833 | 100% |

During the year ended June 30, 2009, the State of New Jersey contributed \$71,394 to the TPAF for post-retirement medical benefits and \$3,742 for non-contributory insurance premiums on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$77,781 during the year ended June 30, 2009 for the employer's share of social security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 27.

NOTE 7. POST-RETIREMENT BENEFITS

Chapter 384 of PL 1987 and Ch 6 of PL 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. PL 2007, Ch 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside 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, 2008, there were 80,181 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with Ch 62, PL 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

The State is also responsible for the cost attributable to Ch 126, PL 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. In fiscal year 2008, the State paid \$116.0 million toward Ch 126 benefits for 12,546 eligible retired members.

GASB Statement 45 requires certain disclosures relating to governmental entities obligations for other post-employment benefits (OPEB), which are post-employment benefits other than pensions. The District's only material OPEB obligation is for healthcare provided to eligible retirees through the NJ State Health Benefits Program.

Plan Description-The School District contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under NJSA 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 11. CONTINGENT LIABILITIES

The District is involved in various legal proceedings that are incidental to its operations. These legal proceedings are not likely to have a material adverse effect on the financial position of the School District.

NOTE 12. RISK MANAGEMENT

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

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

NOTE 13. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the District by inclusion of \$1 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 districts approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the Department of Education, a district may deposit funds into the capital reserve at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to NJAC 6:23A-5.1 (d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The following schedule is a summarization of the Capital Reserve Account:

| <u>Fiscal Years</u> | <u>District Contribution</u> | <u>Interest Earnings</u> | <u>Appropriated</u> | <u>Ending Balance</u> |
|---------------------|----------------------------------|------------------------------|---------------------|---------------------------|
| 2004-2005 | \$ -0- | \$ -0- | \$ -0- | \$ 1 |
| 2005-2006 | 84,000 | 2,340 | 84,000 | 2,341 |
| 2006-2007 | | 100 | | 2,441 |
| 2007-2008 | | 100 | | 2,541 |
| 2008-2009 | | 81 | | 2,622 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2009
 (Continued)

NOTE 14. FUND BALANCES-BUDGETARY BASIS

As described in Note 1 P-Fund Equity (Fund Balance) may be reserved or designated. An analysis of the General Fund Balance on June 30, 2009 and 2008 is as follows:

| | <u>2009</u> | <u>2008</u> |
|--|-------------------|-------------------|
| Reserved: | | |
| Encumbrances-Represents reservation of fund balance for purchase orders which have been issued but goods or services were not received as of June 30 | \$ 50,715 | \$ 3,689 |
| Capital Reserve Account-represents funds restricted to capital projects in the Districts Long Range Facilities Plan | 2,622 | 2,541 |
| Tuition Reserve – Pursuant to NJAC 6A:23-3.1 (f). The District has reserved fund balance for tuition applicable to a formal sending/receiving relationship | 50,715 | |
| Unreserved: | | |
| Undesignated-Represents fund balance which has not been reserved or designated | <u>246,295</u> | <u>157,998</u> |
| Total Fund Balance | <u>\$ 350,347</u> | <u>\$ 164,228</u> |

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with NJSA 18A:7F-7, as amended by PL 2004, Ch 73 (S1701), the designation for Reserved Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2009 is \$-0-.

REQUIRED SUPPLEMENTARY INFORMATION-PART II

BUDGETARY COMPARISON SCHEDULES

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|---------------------|---------------------|---------------------|---------------------|--------------------------------|
| REVENUES | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 1,547,229 | | \$ 1,547,229 | \$ 1,547,229 | |
| Tuition-Other LEAs | | | | 15,000 | \$ 15,000 |
| Tuition-Individuals | | | | 6,853 | 6,853 |
| Interest on Investments | 5,000 | | 5,000 | 4,978 | (22) |
| Interest Earned on Capital Reserve Funds | 100 | | 100 | 81 | (19) |
| Miscellaneous | | | | 218 | 218 |
| Total | 1,552,329 | \$ - | 1,552,329 | 1,574,359 | 22,030 |
| State Sources: | | | | | |
| Categorical Special Education Aid | 101,887 | | 101,887 | 101,887 | |
| Equalization Aid | 758,081 | (6,343) | 751,738 | 751,738 | |
| Categorical Security Aid | 15,559 | | 15,559 | 15,559 | |
| Categorical Transportation Aid | 37,577 | | 37,577 | 37,577 | |
| School Choice Aid | 150,043 | | 150,043 | 150,043 | |
| Nonpublic Transportation Aid | | | | 3,445 | 3,445 |
| On-Behalf TPAF Payments | | | | 75,136 | 75,136 |
| Reimbursed TPAF Social Security Contribution | | | | 77,781 | 77,781 |
| Total | 1,063,147 | (6,343) | 1,056,804 | 1,213,166 | 156,362 |
| TOTAL REVENUES | \$ 2,615,476 | \$ (6,343) | \$ 2,609,133 | \$ 2,787,525 | \$ 178,392 |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Regular Programs: | | | | | |
| Instruction - Salaries of Teachers: | | | | | |
| Preschool | \$ 46,941 | | \$ 46,941 | \$ 45,764 | \$ 1,177 |
| Kindergarten | 59,192 | | 59,192 | 57,318 | 1,874 |
| Grades 1-5 | 353,699 | \$ (5,390) | 348,309 | 345,769 | 2,540 |
| Grades 6-8 | 259,854 | 5,390 | 265,244 | 265,244 | |
| Undistributed Instruction: | | | | | |
| Other Salaries for Instruction | 51,265 | | 51,265 | 51,215 | 50 |
| Purchased Technical Services | 1,500 | 1,994 | 3,494 | 2,578 | 916.00 |
| Other Purchased Services | 7,202 | (1,019) | 6,183 | 6,007 | 176.00 |
| General Supplies | 38,342 | 8,196 | 46,538 | 25,114 | 21,424 |
| Textbooks | 8,000 | 280 | 8,280 | 8,280 | |
| Other Objects | 890 | 221 | 1,111 | 1,111 | |
| Total | 826,885 | 9,672 | 836,557 | 808,400 | 28,157 |
| Resource Room/Center: | | | | | |
| Salaries of Teachers | 147,295 | (2,444) | 144,851 | 144,691 | 160 |
| Total Special Education | 147,295 | (2,444) | 144,851 | 144,691 | 160 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|-------------------|-------------------|--------------------------------|
| EXPENDITURES (Cont'd) | | | | | |
| Current: (cont'd) | | | | | |
| School-Sponsored Co-curricular Activities: | | | | | |
| Salaries | \$ 7,350 | | \$ 7,350 | \$ 5,300 | \$ 2,050 |
| Total | 7,350 | \$ - | 7,350 | 5,300 | 2,050 |
| Total Instruction Regular | \$ 981,530 | \$ 7,228 | \$ 988,758 | \$ 958,391 | \$ 30,367 |
| Undistributed Expenditures: | | | | | |
| Instruction Tuition | | | | | |
| Other LEAs Within the State-Regular | \$ 382,962 | | \$ 382,962 | \$ 382,962 | |
| Other LEAs Within the State-Special | 51,033 | \$ (22,844) | 28,189 | 9,723 | \$ 18,466 |
| County Vocational School District-Special | 6,500 | (6,500) | | | |
| Private School for the Disabled within State | 91,883 | 17,706 | 109,589 | 94,714 | 14,875 |
| Total | 532,378 | (11,638) | 520,740 | 487,399 | 33,341 |
| Health Services: | | | | | |
| Salaries | 49,322 | (20,384) | 28,938 | 27,405 | 1,533 |
| Purchased Professional & Technical Services | 1,100 | 19,505 | 20,605 | 15,494 | 5,111 |
| Supplies & Materials | 2,600 | 719 | 3,319 | | 3,319 |
| Other Objects | 50 | | 50 | | 50 |
| Total | 53,072 | (160) | 52,912 | 42,899 | 10,013 |
| Other Support Services-Students-Related Services: | | | | | |
| Purchased Professional-Educational Services | 65,000 | | 65,000 | 41,359 | 23,641 |
| Supplies & Materials | 250 | | 250 | | 250 |
| Total | 65,250 | - | 65,250 | 41,359 | 23,891 |
| Other Support Services-Students-Regular: | | | | | |
| Salaries of Other Professional Staff | 17,737 | 150 | 17,887 | 17,887 | |
| Supplies & Materials | 400 | (180) | 220 | | 220 |
| Total | 18,137 | (30) | 18,107 | 17,887 | 220 |
| Other Support Services-Students-Special: | | | | | |
| Salaries of Other Professional Staff | 54,760 | | 54,760 | 54,472 | 288 |
| Salaries of Secretarial & Clerical Assistants | 17,513 | | 17,513 | 17,496 | 17 |
| Purchased Professional-Educational Services | 3,020 | 390 | 3,410 | 3,410 | |
| Other Purchased Professional & Tech Services | 2,500 | (390) | 2,110 | 1,800 | 310 |
| Miscellaneous Purchased Services | 178 | | 178 | | 178 |
| Supplies & Materials | 1,800 | | 1,800 | 531 | 1,269 |
| Total | 79,771 | - | 79,771 | 77,709 | 2,062 |
| Improvement of Instruction Services: | | | | | |
| Purchase Professional-Educational Services | | 2,000 | 2,000 | 2,000 | |
| | | 2,000 | 2,000 | 2,000 | |
| Educational Media Services/School Library | | | | | |
| Salaries | 5,036 | | 5,036 | 5,032 | 4 |
| Purchased Professional & Technical Services | 1,355 | | 1,355 | 948 | 407 |
| Supplies & Materials | 9,507 | (2,000) | 7,507 | 465 | 7,042 |
| Total | 15,898 | (2,000) | 13,898 | 6,445 | 7,453 |
| Instructional Staff Training Services: | | | | | |
| Other Purchased Services | 1,500 | | 1,500 | 1,161 | 339 |
| Total | 1,500 | - | 1,500 | 1,161 | 339 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-----------------|-----------|--------------------------------|
| EXPENDITURES (Cont'd) | | | | | |
| Current (cont'd) | | | | | |
| Support Services-General Administration | | | | | |
| Salaries | \$ 59,564 | \$ 4,412 | \$ 63,976 | \$ 63,975 | \$ 1 |
| Legal Services | 6,000 | (2,270) | 3,730 | 3,730 | |
| Audit Fees | 8,500 | 650 | 9,150 | 9,150 | |
| Communications & Telephone | 2,514 | (95) | 2,419 | 2,226 | 193 |
| Board of Education Other Purchased Services | 300 | | 300 | 111 | 189 |
| Other Purchased Services | 10,682 | (206) | 10,476 | 9,784 | 692 |
| General Supplies | 1,200 | (500) | 700 | 693 | 7 |
| Miscellaneous Expenditures | 250 | 106 | 356 | 356 | |
| Board of Education Membership Dues & Fees | 3,246 | | 3,246 | 3,203 | 43 |
| Total | 92,256 | 2,097 | 94,353 | 93,228 | 1,125 |
| Support Services-School Administration | | | | | |
| Salaries of Principals & Assistant Principals | 45,993 | | 45,993 | 45,993 | |
| Salaries of Other Professional Staff | 18,353 | (18,353) | | | |
| Salaries of Secretarial & Clerical Assistants | | 18,901 | 18,901 | 18,900 | 1 |
| Other Objects | 1,425 | (51) | 1,374 | 1,370 | 4 |
| Miscellaneous Expenditure | | 100 | 100 | 100 | |
| Total | 65,771 | 597 | 66,368 | 66,363 | 5 |
| Central Services | | | | | |
| Salaries | 61,404 | (28,259) | 33,145 | 33,145 | |
| Purchased Professional Services | | 32,200 | 32,200 | 32,200 | |
| Miscellaneous Purchased Services | 700 | | 700 | 614 | 86 |
| Supplies & Materials | 300 | | 300 | 119 | 181 |
| Miscellaneous Expenditures | 809 | 2,280 | 3,089 | 3,089 | |
| Total | 63,213 | 6,221 | 69,434 | 69,167 | 267 |
| Required Maintenance for School Facilities | | | | | |
| Cleaning, Repair & Maintenance Services | 47,170 | 13,528 | 60,698 | 54,808 | 5,890 |
| General Supplies | 7,500 | (5,593) | 1,907 | 1,907 | |
| Total | 54,670 | 7,935 | 62,605 | 56,715 | 5,890 |
| Other Operation & Maintenance of Plant Services | | | | | |
| Salaries | 62,929 | 623 | 63,552 | 63,552 | |
| Purchased Professional & Tech Services | 810 | (594) | 216 | 216 | |
| Cleaning, Repair & Maintenance Services | 12,000 | (2,646) | 9,354 | 6,953 | 2,401 |
| Other Purchased Property Services | 2,893 | (1,573) | 1,320 | | 1,320 |
| Insurance | 9,502 | (6,645) | 2,857 | 2,857 | |
| Miscellaneous Purchased Services | 1,200 | (795) | 405 | 405 | |
| General Supplies | 14,000 | 2,346 | 16,346 | 16,143 | 203 |
| Energy (Heat & Electricity) | 25,150 | 5,807 | 30,957 | 30,956 | 1 |
| Other Objects | | 100 | 100 | 100 | |
| Total | 128,484 | (3,377) | 125,107 | 121,182 | 3,925 |
| Student Transportation Services | | | | | |
| Contracted Services (Other than Btw Home & School)-Vendors | 4,000 | (2,103) | 1,897 | 1,897 | |
| Contracted Services (Btw Home & School)-Joint Agreements | 17,400 | (2,255) | 15,145 | 15,144 | 1 |
| Contracted Services (Special Education Students)-ESCs & CTSA's | 30,000 | 17,493 | 47,493 | 47,493 | |
| Contracted Services-All of Payments-Non Public | 35,360 | 801 | 36,161 | 36,161 | |
| Total | 86,760 | 13,936 | 100,696 | 100,695 | 1 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-----------------|----------|--------------------------------|
| EXPENDITURES (Cont'd) | | | | | |
| Current: (cont'd) | | | | | |
| Allocated Benefits-Employees: | | | | | |
| Regular Programs: | | | | | |
| Social Security Contributions | \$ 4,537 | \$ 3,129 | \$ 7,666 | \$ 7,666 | |
| Other Retirement Contributions-Regular | 5,459 | | 5,459 | 4,204 | \$ 1,255 |
| Unemployment Compensation | 2,444 | | 2,444 | 2,371 | 73 |
| Workmen's Compensation | 9,421 | | 9,421 | 8,316 | 1,105 |
| Health Benefits | 163,917 | (16,789) | 147,128 | 147,127 | 1 |
| Tuition Reimbursement | 5,000 | 509 | 5,509 | 5,509 | |
| Other Employee Benefits | 6,500 | 6,000 | 12,500 | 12,500 | |
| Total | 197,278 | (7,151) | 190,127 | 187,693 | 2,434 |
| Special Programs: | | | | | |
| Social Security Contributions | | 564 | 564 | 563 | 1 |
| Unemployment Compensation | 465 | | 465 | 418 | 47 |
| Workmen's Compensation | 1,161 | 507 | 1,668 | 1,588 | 80 |
| Health Benefits | 45,217 | (11,185) | 34,032 | 33,948 | 84 |
| Total | 46,843 | (10,114) | 36,729 | 36,517 | 212 |
| Health Services: | | | | | |
| Social Security Contributions | 32 | 156 | 188 | 187 | 1 |
| Unemployment Compensation | 155 | 4 | 159 | 159 | |
| Workmen's Compensation | 565 | | 565 | 525 | 40 |
| Health Benefits | 13,545 | | 13,545 | 6,317 | 7,228 |
| Total | 14,297 | 160 | 14,457 | 7,188 | 7,269 |
| Other Support Services-Students-Regular: | | | | | |
| Unemployment Compensation | 28 | 30 | 58 | 51 | 7 |
| Worker's Compensation | 101 | 100 | 201 | 92 | 109 |
| Total | 129 | 130 | 259 | 143 | 116 |
| Other Support Services-Students-Special: | | | | | |
| Social Security Contributions | 1,341 | 70 | 1,411 | 1,411 | |
| Other Retirement Contributions-Regular | 1,625 | (70) | 1,555 | 1,495 | 60 |
| Unemployment Compensation | 228 | | 228 | 219 | 9 |
| Workmen's Compensation | 830 | | 830 | 771 | 59 |
| Health Benefits | 3,257 | | 3,257 | 3,153 | 104 |
| Total | 7,281 | - | 7,281 | 7,049 | 232 |
| Educational Media Services/School Library: | | | | | |
| Social Security Contributions | 385 | | 385 | 385 | |
| Other Retirement Contributions-Regular | 564 | (1) | 563 | 413 | 150 |
| Unemployment Compensation | 16 | 1 | 17 | 16 | 1 |
| Workmen's Compensation | 58 | | 58 | 49 | 9 |
| Total | 1,023 | - | 1,023 | 863 | 160 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | Original Budget | Budget Transfers | Budget | Actual | Variance Final to Actual |
|---|---------------------|---------------------|---------------------|---------------------|--------------------------------|
| EXPENDITURES (Cont'd) | | | | | |
| Current: (cont'd) | | | | | |
| Support Services-General Administration: | | | | | |
| Social Security Contributions | \$ 159 | \$ 337 | \$ 496 | \$ 496 | |
| Other Retirement Contributions-Regular | 192 | (5) | 187 | 170 | 17 |
| Unemployment Compensation | 188 | 5 | 193 | 192 | \$ 1 |
| Workmen's Compensation | 684 | | 684 | 636 | 48 |
| Health Benefits | 7,588 | 154 | 7,742 | 7,741 | 1 |
| Total | 8,811 | 491 | 9,302 | 9,235 | 67 |
| Support Services-School Administration | | | | | |
| Social Security Contributions | 1,406 | 30 | 1,436 | 1,435 | 1 |
| Other Retirement Contributions-Regular | 1,625 | (78) | 1,547 | 1,437 | 110 |
| Unemployment Compensation | 203 | | 203 | 195 | 8 |
| Workmen's Compensation | 740 | | 740 | 690 | 50 |
| Health Benefits | 9,328 | | 9,328 | 8,966 | 362 |
| Total | 13,302 | (48) | 13,254 | 12,723 | 531 |
| Central Services: | | | | | |
| Social Security Contributions | | 412 | 412 | 411 | 1 |
| Unemployment Compensation | 194 | 389 | 583 | 554 | 29 |
| Workmen's Compensation | 705 | | 705 | 657 | 48 |
| Health Benefits | 15,176 | (8,343) | 6,833 | 5,957 | 876 |
| Total | 16,075 | (7,542) | 8,533 | 7,579 | 954 |
| Other Operation & Maintenance of Plant Services: | | | | | |
| Social Security Contributions | 4,588 | 262 | 4,850 | 4,850 | |
| Other Retirement Contributions-Regular | 4,637 | 291 | 4,928 | 4,928 | |
| Unemployment Compensation | 189 | 4 | 193 | 192 | 1 |
| Workmen's Compensation | 689 | (4) | 685 | 641 | 44 |
| Health Benefits | 15,176 | (703) | 14,473 | 14,472 | 1 |
| Total | 25,279 | (150) | 25,129 | 25,083 | 46 |
| Food Services | | | | | |
| Social Security Contributions | | 242 | 242 | 242 | |
| Other Retirement Contributions-Regular | | 2,299 | 2,299 | 2,299 | |
| Unemployment Compensation | | 6 | 6 | 6 | |
| Total | - | 2,547 | 2,547 | 2,547 | - |
| Total Allocated Benefits | 330,318 | (21,677) | 308,641 | 296,620 | 12,021 |
| Transfers to Cover Deficit (Enterprise Fund) | 33,608 | (14,971) | 18,637 | | 18,637 |
| On-Behalf TPAF Payments | | | | 75,136 | (75,136) |
| Reimbursement TPAF Social Security Contribution | | | | 77,781 | (77,781) |
| Total | - | - | - | 152,917 | (152,917) |
| Total Undistributed Expenditures | \$ 1,621,086 | \$ (21,067) | \$ 1,600,019 | \$ 1,633,746 | \$ (33,727) |
| TOTAL CURRENT | \$ 2,602,616 | \$ (13,839) | \$ 2,588,777 | \$ 2,592,137 | \$ (3,360) |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-----------------|--------------|--------------------------------|
| EXPENDITURES (Cont'd) | | | | | |
| CAPITAL OUTLAY | | | | | |
| Equipment | | | | | |
| Undistributed Expenditures: | | | | | |
| Technology | | \$ 11,185 | \$ 11,185 | | \$ 11,185 |
| TOTAL CAPITAL OUTLAY | \$ - | \$ 11,185 | \$ 11,185 | \$ - | \$ 11,185 |
| SPECIAL SCHOOLS | | | | | |
| Summer School-Instruction | | | | | |
| Salaries of Teachers | \$ 7,325 | | \$ 7,325 | \$ 5,065 | \$ 2,260 |
| Other Salaries for Instruction | 1,635 | | 1,635 | 1,166 | 469 |
| Summer School-Support Services: | | | | | |
| Purchased Professional & Technical Services | 3,600 | | 3,600 | 3,038 | 562 |
| Supplies and Materials | 200 | | 200 | | 200 |
| TOTAL SPECIAL SCHOOLS | \$ 12,760 | \$ - | \$ 12,760 | \$ 9,269 | \$ 3,491 |
| TOTAL EXPENDITURES | \$ 2,615,376 | \$ (2,654) | \$ 2,612,722 | \$ 2,601,406 | \$ 11,316 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 100 | \$ (3,689) | \$ (3,589) | \$ 186,119 | \$ 189,708 |
| Fund Balances, July 1 | 164,228 | | 164,228 | 164,228 | |
| Fund Balances, June 30 | \$ 164,328 | \$ (3,689) | \$ 160,639 | \$ 350,347 | \$ 189,708 |
| Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | |
| Adjustment for Prior Year Encumbrances | | \$ (3,689) | \$ (3,689) | \$ (3,689) | |
| Increase in Tuition Reserve | | 50,715 | 50,715 | 50,715 | |
| Increase in Capital Reserve | \$ 100 | | 100 | 81 | \$ (19) |
| Budgeted Fund Balance | | (50,715) | (50,715) | 139,012 | 189,727 |
| TOTAL | \$ 100 | \$ (3,689) | \$ (3,589) | \$ 186,119 | \$ 189,708 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

| | <u>Actual</u> |
|---|-------------------|
| RECAPITULATION OF FUND BALANCE | |
| Reserved | |
| Reserve for Encumbrances | \$ 50,715 |
| Capital Reserve | 2,622 |
| Tuition Reserve | 50,715 |
| | <u>104,052</u> |
| Unreserved: | |
| Undesignated-Free | <u>246,295</u> |
| | 350,347 |
| Reconciliation to Governmental Statements (GAAP): | |
| Last State Aid Payment not Recognized on GAAP Basis | <u>(105,050)</u> |
| Fund Balance Per Governmental Funds (GAAP) | <u>\$ 245,297</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|------------------|------------------|--------------------------------|
| REVENUES | | | | | |
| Federal Sources | \$ 85,857 | \$ 5,214 | \$ 91,071 | \$ 63,674 | \$ (27,397) |
| TOTAL REVENUES | \$ 85,857 | \$ 5,214 | \$ 91,071 | \$ 63,674 | \$ (27,397) |
| EXPENDITURES | | | | | |
| Instruction: | | | | | |
| Supplies & Materials | \$ 39,489 | \$ 3,852 | \$ 43,341 | \$ 18,506 | \$ 24,835 |
| Totals | 39,489 | 3,852 | 43,341 | 18,506 | 24,835 |
| Support Services: | | | | | |
| Purchase Professional Educational Services | 1,556 | 1,362 | 2,918 | 2,918 | |
| Purchase Professional & Technical Services | 91 | | 91 | 91 | |
| Other Purchased Services | 5,690 | | 5,690 | 3,128 | 2,562 |
| Tuition | 39,031 | | 39,031 | 39,031 | |
| Total | 46,368 | 1,362 | 47,730 | 45,168 | 2,562 |
| TOTAL EXPENDITURES | \$ 85,857 | \$ 5,214 | \$ 91,071 | \$ 63,674 | \$ 27,397 |

NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
 BUDGETARY COMPARISON SCHEDULE

Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

| | General Fund | Special Revenue Fund |
|---|-----------------|----------------------------|
| <u>Sources/Inflows of Resources</u> | | |
| Actual amounts (budgetary) "revenues" from the budgetary comparison schedules | \$ 2,787,525 | \$ 63,674 |
| Difference-Budget to GAAP: | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized: | | |
| Outstanding Encumbrances Prior Year | | 20,875 |
| Outstanding Encumbrances Current Year | | (1,790) |
| The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33): | | |
| State Aid Receivable Prior Year | 36,029 | |
| State Aid Receivable Current Year | (105,050) | |
| Total Revenues (GAAP Basis) | \$ 2,718,504 | \$ 82,759 |
| <u>Uses/Outflows of Resources</u> | | |
| Actual Amounts (budgetary basis) "total outflows" from the budgetary comparison schedule | \$ 2,601,406 | \$ 63,674 |
| Differences-Budget to GAAP: | | |
| Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes: | | |
| Outstanding Encumbrances Prior Year | | 20,875 |
| Outstanding Encumbrances Current Year | | (1,790) |
| Total Expenditures (GAAP Basis) | \$ 2,601,406 | \$ 82,759 |

OTHER SUPPLEMENTAL INFORMATION

SCHOOL LEVEL SCHEDULES

(NOT APPLICABLE TO THIS REPORT)

SPECIAL REVENUE FUND

DETAIL STATEMENTS

The special revenue fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted expenditures for specific purposes.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | NCLB Title IA | NCLB Title IIA | NCLB Title IID | NCLB Title IV | IDEIA Basic | IDEIA Pre School | REAP | Total 2009 |
|--|------------------|-------------------|-------------------|------------------|------------------|---------------------|-----------------|------------------|
| REVENUES | | | | | | | | |
| Federal Sources | \$ 12,045 | \$ 2,318 | \$ 121 | \$ 446 | \$ 39,031 | \$ 2,918 | \$ 6,795 | \$ 63,674 |
| TOTAL REVENUES | \$ 12,045 | \$ 2,318 | \$ 121 | \$ 446 | \$ 39,031 | \$ 2,918 | \$ 6,795 | \$ 63,674 |
| EXPENDITURES | | | | | | | | |
| Instruction: | | | | | | | | |
| Supplies & Materials | \$ 11,265 | | | \$ 446 | | | \$ 6,795 | \$ 18,506 |
| Total | 11,265 | - | - | 446 | - | - | 6,795 | 18,506 |
| Support Services: | | | | | | | | |
| Purchase Professional Educational Services | | | | | | 2,918 | | 2,918 |
| Purchase Professional & Technical Services | 780 | 2,318 | 91 | | | | | 3,128 |
| Other Purchased Services | | | 30 | | | | | 39,031 |
| Tuition | | | | | 39,031 | | | 45,168 |
| Total | 780 | 2,318 | 121 | - | 39,031 | 2,918 | - | 45,168 |
| TOTAL EXPENDITURES | \$ 12,045 | \$ 2,318 | \$ 121 | \$ 446 | \$ 39,031 | \$ 2,918 | \$ 6,795 | \$ 63,674 |

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.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | | |
|--------------------------------|----|--------------|
| Fund Balance-Beginning, July 1 | \$ | <u>4,312</u> |
| Fund Balance-Ending, June 30 | \$ | <u>4,312</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES,
PROJECT BALANCE AND PROJECT STATUS-BUDGETARY BASIS
KITCHEN RENOVATION PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Prior Periods | Current Year | Totals | Revised Authorized Costs |
|--|------------------|-----------------|-----------------|--------------------------------|
| Revenues & Other Financing Sources: | | | | |
| State Sources-SCC Grant | \$ 65,662 | | \$ 65,662 | \$ 65,662 |
| Local Sources | 84,000 | | 84,000 | 122,028 |
| Total Revenues | <u>149,662</u> | <u>\$ -</u> | <u>149,662</u> | <u>187,690</u> |
| Expenditures & Other Financing Uses | | | | |
| Construction Services | 145,350 | | 145,350 | 187,690 |
| Total Expenditures | <u>145,350</u> | <u>-</u> | <u>145,350</u> | <u>187,690</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 4,312</u> | <u>\$ -</u> | <u>\$ 4,312</u> | <u>\$ -</u> |

Additional Project Information

Project Number #0430-020-05-OAZH
Grant Date 02/03/06

PROPRIETARY FUND

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.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF FUND NET ASSETS
FOOD SERVICE ENTERPRISE FUND
JUNE 30, 2009

ASSETS

Current Assets:

| | |
|-------------------------------------|---------------|
| Cash & Cash Equivalents | \$ 34,644 |
| Receivables from Other Governments: | |
| State | 30 |
| Federal | 351 |
| Inventory | 585 |
| Total Current Assets | <u>35,610</u> |

Noncurrent Assets:

| | |
|--------------------------------|---------------|
| Capital Assets | 27,908 |
| Less: Accumulated Depreciation | <u>26,005</u> |
| Total Noncurrent Assets | <u>1,903</u> |

| | |
|--------------|---------------|
| Total Assets | <u>37,513</u> |
|--------------|---------------|

LIABILITIES

Current Liabilities:

| | |
|-------------------|------------|
| Deferred Revenue | <u>319</u> |
| Total Liabilities | <u>319</u> |

NET ASSETS

| | |
|---|------------------|
| Invested in Capital Assets, Net of Related Debt | 1,903 |
| Unrestricted | <u>35,291</u> |
| TOTAL NET ASSETS | <u>\$ 37,194</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | | |
|--|----|----------------------|
| Operating Revenues: | | |
| Charges for Services: | | |
| Daily Sales-Reimbursable Programs | \$ | 25,605 |
| Daily Sales-Nonreimbursable Programs | | 6,238 |
| Total Operating Revenues | | <u>31,843</u> |
| Other Expenses: | | |
| Costs of Sales | | 17,271 |
| Salaries | | 16,202 |
| Employee Benefits | | 2,260 |
| Management Fee | | 7,000 |
| Supplies | | 3,550 |
| Insurance | | 1,594 |
| Miscellaneous | | 155 |
| Other Purchased Services | | 1,289 |
| Office Expense | | 125 |
| Repairs and Maintenance | | 538 |
| Depreciation | | 173 |
| Total Operating Expenses | | <u>50,157</u> |
| Operating Income (Loss) | | <u>(18,314)</u> |
| Nonoperating Revenues (Expenses): | | |
| State Sources: | | |
| State School Lunch Program | | 583 |
| Federal Sources: | | |
| National School Lunch Program | | 6,833 |
| Food Distribution Program | | 2,161 |
| Interest Income | | 63 |
| Total Nonoperating Revenues (Expenses) | | <u>9,640</u> |
| Change in Net Assets | | (8,674) |
| Net Assets, Beginning | | <u>45,868</u> |
| Net Assets, Ending | \$ | <u><u>37,194</u></u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | |
|--|--------------------|
| Cash Flows from Operating Activities: | |
| Receipts from Customers | \$ 31,843 |
| Payments to Food Service Management Company | (45,685) |
| Payments to Vendors and Employees | <u>(2,698)</u> |
| Net Cash Provided by (Used For) Operating Activities | <u>(16,540)</u> |
| Cash Flows from Noncapital Financing Activities: | |
| State Sources | 737 |
| Federal Sources | <u>8,704</u> |
| Net Cash Provided by (Used For) Noncapital Financing Activities | <u>9,441</u> |
| Cash Flows from Capital Financing Activities: | |
| Acquisition of Capital Assets | <u>(2,075)</u> |
| Net Cash Provided by (Used For) Capital Financing Activities | <u>(2,075)</u> |
| Cash Flows from Investing Activities: | |
| Interest Earned on Investments | <u>63</u> |
| Net Cash Provided by Investment Activities | <u>63</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | (9,111) |
| Cash and Cash Equivalents, July 1, 2008 | <u>43,755</u> |
| Cash and Cash Equivalents, June 30, 2009 | <u>\$ 34,644</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities: | |
| Operating Income (Loss) | \$ (18,314) |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities: | |
| Depreciation | 173 |
| Federal Food Distribution Program | 2,479 |
| (Increase) Decrease in Inventory | (585) |
| Increase (Decrease) in Accounts Payable | <u>(293)</u> |
| Net Cash Provided by (Used For) Operating Activities | <u>\$ (16,540)</u> |

FIDUCIARY FUND

DETAIL STATEMENTS

Fiduciary Fund are used to account for funds received by the school district as an agent for individuals, private organizations, other governments and/or other funds.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 COMBINING STATEMENT OF NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2009

| | Student Activity Agency Fund | Payroll Agency Fund | Total |
|-----------------------------------|---------------------------------------|---------------------------|--------------|
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 3,449 | \$ 121 | \$ 3,570 |
| Total Assets | <u>3,449</u> | <u>121</u> | <u>3,570</u> |
| LIABILITIES | | | |
| Due to Students Groups | 3,449 | | 3,449 |
| Payroll Deductions & Withholdings | | 121 | 121 |
| Total Liabilities | <u>3,449</u> | <u>121</u> | <u>3,570</u> |
| NET ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 STUDENT ACTIVITY AGENCY FUND
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Balance 07/01/08 | Additions | Deletions | Balance 06/30/09 |
|---------------------------|---------------------|------------------|------------------|---------------------|
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 1,825 | \$ 14,905 | \$ 13,281 | \$ 3,449 |
| TOTAL ASSETS | <u>\$ 1,825</u> | <u>\$ 14,905</u> | <u>\$ 13,281</u> | <u>\$ 3,449</u> |
| LIABILITIES | | | | |
| Due to Student Groups | \$ 1,825 | \$ 14,905 | \$ 13,281 | \$ 3,449 |
| TOTAL LIABILITIES | <u>\$ 1,825</u> | <u>\$ 14,905</u> | <u>\$ 13,281</u> | <u>\$ 3,449</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 PAYROLL AGENCY FUND
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| | Balance 07/01/08 | Additions | Deletions | Balance 06/30/09 |
|-----------------------------------|---------------------|---------------------|---------------------|---------------------|
| ASSETS | | | | |
| Cash and Cash Equivalents | \$ 34 | \$ 1,842,856 | \$ 1,842,769 | \$ 121 |
| TOTAL ASSETS | \$ 34 | \$ 1,842,856 | \$ 1,842,769 | \$ 121 |
| LIABILITIES | | | | |
| Payroll Deductions & Withholdings | \$ 31 | \$ 978,807 | \$ 978,754 | \$ 84 |
| Net Payroll | 3 | 864,049 | 864,015 | 37 |
| TOTAL LIABILITIES | \$ 34 | \$ 1,842,856 | \$ 1,842,769 | \$ 121 |

LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, obligations under capital leases, and early retirement program.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
 JUNE 30, 2009

| | Interest Rate | Amount of | | Balance 7/1/2008 | Issued Current Year | Retired Current Year | Balance 6/30/2009 |
|------------------------|------------------|-------------------|-----------|---------------------|---------------------------|----------------------------|----------------------|
| | | Original Issue | | | | | |
| Energy Lighting System | 5.12% | \$ 44,137 | \$ 35,469 | \$ - | \$ 8,215 | \$ 27,254 | |

STATISTICAL SECTION

BLOOMSBURY BOROUGH SCHOOL DISTRICT
STATISTICAL SECTION J SERIES

| CONTENTS | PAGE |
|--|--------------|
| FINANCIAL TRENDS | |
| These Schedules Contain Trend Information to Help the Reader Understand how the District's Financial Performance and Well Being have Changed Over Time. | J-1 to J-5 |
| REVENUE CAPACITY | |
| These Schedules Contain Trend Information to Help the Reader Assess the District's most Significant Local Revenue Sources, the Property Tax. | J-6 to J-9 |
| DEBT CAPACITY | |
| These Schedules Contain Trend Information to Help the Reader Assess the Affordability of the District's Current Levels of Outstanding Debt and the District's Ability to Issue Additional Debt in the Future. | J-10 to J-13 |
| DEMOGRAPHIC AND ECONOMIC INFORMATION | |
| These Schedules Offer Demographic and Economic Indicators to Help the Reader Understand the Environment Within Which the District's Financial Activities Take Place. | J-14 to J-15 |
| OPERATING INFORMATION | |
| These Schedules Contain Service and Infrastructure Data to Help the Reader Understand how the Information in the District's Financial Report Relates to the Services the District Provides and the Activities it Performs. | J-16 to J-20 |

Sources: Unless Otherwise noted, the Information in these Schedules is Derived from the Comprehensive Annual Financial Reports (CAFR) for the Relevant Year. The District Implemented GASB Statement 34 in the Fiscal Year Ending June 30, 2004; Schedules Presenting District-Wide Information Include Information Beginning in That Year.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 NET ASSETS BY COMPONENT
 LAST SIX FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)

| | Fiscal Year Ending June 30, | | | | | |
|---|-----------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| GOVERNMENT ACTIVITIES | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 151,509 | \$ 150,938 | \$ 236,423 | \$ 285,786 | \$ 295,573 | \$ 312,371 |
| Restricted | 20,033 | 1 | 42,472 | 18,403 | 6,853 | 57,649 |
| Unrestricted | 77,371 | 213,635 | 112,704 | 33,510 | 60,179 | 131,903 |
| TOTAL GOVERNMENTAL ACTIVITIES NET ASSETS | \$ 248,913 | \$ 364,574 | \$ 391,599 | \$ 337,699 | \$ 362,605 | \$ 501,923 |
| BUSINESS-TYPE ACTIVITIES | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 3,131 | \$ 979 | | | | \$ 1,903 |
| Unrestricted | 8,640 | 14,623 | 21,822 | 31,322 | 45,868 | 35,291 |
| TOTAL BUSINESS-TYPE ACTIVITIES | \$ 11,771 | \$ 15,602 | \$ 21,822 | \$ 31,322 | \$ 45,868 | \$ 37,194 |
| DISTRICT-WIDE | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 154,640 | \$ 151,917 | \$ 236,423 | \$ 285,786 | \$ 295,573 | \$ 314,274 |
| Restricted | 20,033 | 1 | 42,472 | 18,403 | 6,853 | 57,649 |
| Unrestricted | 86,011 | 228,258 | 134,526 | 64,832 | 106,047 | 167,194 |
| TOTAL DISTRICT-WIDE | \$ 260,684 | \$ 380,176 | \$ 413,421 | \$ 369,021 | \$ 408,473 | \$ 539,117 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST SIX FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

| | Fiscal Year Ending June 30, | | | | | |
|--|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| EXPENSES | | | | | | |
| Governmental Activities: | | | | | | |
| Instruction: | | | | | | |
| Regular | \$ 794,771 | \$ 950,850 | \$ 1,038,051 | \$ 1,110,674 | \$ 1,062,637 | \$ 1,141,882 |
| Special Education | 143,224 | 111,703 | 172,900 | 265,754 | 220,202 | 206,617 |
| Summer School | 13,835 | 15,125 | 9,066 | 11,446 | 7,502 | 9,269 |
| Other Instruction | 1,541 | 3,592 | 2,400 | 2,412 | 4,403 | 5,349 |
| Support Services: | | | | | | |
| Tuition | 384,385 | 329,306 | 415,579 | 405,697 | 527,153 | 526,430 |
| Student & Instruction Related Services | 221,870 | 229,674 | 237,765 | 261,852 | 238,978 | 225,068 |
| General & Business Administrative Services | 137,111 | 188,951 | 195,684 | 207,448 | 206,392 | 180,501 |
| School Administration | 154,154 | 71,147 | 74,621 | 79,769 | 92,584 | 90,445 |
| Plant Operations & Maintenance | 121,503 | 138,655 | 157,547 | 143,380 | 139,213 | 173,874 |
| Pupil Transportation | 82,849 | 69,441 | 54,479 | 67,078 | 57,923 | 100,695 |
| Interest on Long-Term Debt | | | | | 1,362 | 1,815 |
| Total Governmental Activities Expenses | <u>2,055,243</u> | <u>2,108,444</u> | <u>2,358,092</u> | <u>2,555,510</u> | <u>2,558,349</u> | <u>2,661,945</u> |
| Business-Type Activities: | | | | | | |
| Food Services | 40,098 | 48,947 | 53,081 | 56,728 | 55,619 | 50,157 |
| Total Business-Type Activities | <u>40,098</u> | <u>48,947</u> | <u>53,081</u> | <u>56,728</u> | <u>55,619</u> | <u>50,157</u> |
| TOTAL DISTRICT EXPENSES | <u>\$ 2,095,341</u> | <u>\$ 2,157,391</u> | <u>\$ 2,411,173</u> | <u>\$ 2,612,238</u> | <u>\$ 2,613,968</u> | <u>\$ 2,712,102</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST SIX FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

| | Fiscal Year Ending June 30, | | | | | |
|---|-----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| PROGRAM REVENUES | | | | | | |
| Governmental Activities: | | | | | | |
| Operating Grants & Contributions | \$ 72,368 | \$ 43,935 | \$ 81,301 | \$ 76,636 | \$ 69,103 | \$ 82,759 |
| Capital Grants & Contributions | 32,831 | 32,831 | 32,831 | 32,831 | | |
| Total Governmental Activities Program Revenues | <u>72,368</u> | <u>43,935</u> | <u>114,132</u> | <u>109,467</u> | <u>69,103</u> | <u>82,759</u> |
| Business-Type Activities: | | | | | | |
| Charges for Services: | | | | | | |
| Food Service | 20,401 | 25,882 | 28,821 | 30,117 | 31,393 | 31,843 |
| Operating Grants & Contributions | 3,532 | 5,918 | 6,005 | 8,194 | 8,451 | 9,577 |
| Total Business-Type Activities Program Revenues | <u>23,933</u> | <u>31,800</u> | <u>34,826</u> | <u>38,311</u> | <u>39,844</u> | <u>41,420</u> |
| TOTAL DISTRICT-PROGRAM REVENUES | \$ 56,301 | \$ 75,735 | \$ 148,958 | \$ 147,778 | \$ 108,947 | \$ 124,179 |
| NET (EXPENSE) REVENUES | | | | | | |
| Governmental Activities | \$ (1,982,875) | \$ (2,064,509) | \$ (2,243,960) | \$ (2,446,043) | \$ (2,489,246) | \$ (2,579,186) |
| Business-Type Activities | (16,165) | (17,147) | (18,255) | (18,417) | (15,775) | (8,737) |
| TOTAL DISTRICT-WIDE NET EXPENSES | \$ (1,999,040) | \$ (2,081,656) | \$ (2,262,215) | \$ (2,464,460) | \$ (2,505,021) | \$ (2,587,923) |
| GENERAL REVENUES & OTHER CHANGES IN NET ASSETS | | | | | | |
| Governmental Activities: | | | | | | |
| Property Taxes Levied for General Purposes | \$ 1,297,273 | \$ 1,348,656 | \$ 1,371,065 | \$ 1,460,000 | \$ 1,547,229 | \$ 1,547,229 |
| Unrestricted Grants & Contributions | 757,416 | 843,099 | 914,523 | 935,695 | 971,144 | 1,144,145 |
| Tuition Income | 2,600 | 1,339 | 1,380 | 10,420 | 17,070 | 21,853 |
| Investment Earnings | 820 | 5,365 | 13,013 | 12,913 | 8,918 | 5,059 |
| Miscellaneous Income | 1,832 | 2,675 | 34 | 992 | 56 | 218 |
| Operating Transfer | (16,415) | (20,964) | (24,447) | (27,877) | (30,265) | |
| Contributions | | | 16,500 | | | |
| Total Governmental Activities | <u>2,043,526</u> | <u>2,180,170</u> | <u>2,292,068</u> | <u>2,392,143</u> | <u>2,514,152</u> | <u>2,718,504</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 CHANGES IN NET ASSETS
 LAST SIX FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (Continued)

| | Fiscal Year Ending June 30, | | | | | |
|--|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| GENERAL REVENUES & OTHER CHANGES IN NET ASSETS (Cont'd) | | | | | | |
| Business-Type Activities: | | | | | | |
| Investment Earnings | \$ 16 | \$ 14 | \$ 28 | \$ 40 | \$ 56 | \$ 63 |
| Transfers | 16,415 | 20,964 | 24,447 | 27,877 | 30,265 | |
| Total Business-Type Activities | 16,431 | 20,978 | 24,475 | 27,917 | 30,321 | 63 |
| TOTAL DISTRICT-WIDE | \$ 2,059,957 | \$ 2,201,148 | \$ 2,316,543 | \$ 2,420,060 | \$ 2,544,473 | \$ 2,718,567 |
| CHANGE IN NET ASSETS | | | | | | |
| Governmental Activities | \$ 60,651 | \$ 115,661 | \$ 48,108 | \$ (53,900) | \$ 24,906 | \$ 139,318 |
| Business-Type Activities | 266 | 3,831 | 6,220 | 9,500 | 14,546 | (8,674) |
| TOTAL DISTRICT | \$ 60,917 | \$ 119,492 | \$ 54,328 | \$ (44,400) | \$ 39,452 | \$ 130,644 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST SIX FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| | Fiscal Year Ending June 30, | | | | | |
|---|-----------------------------|-------------------|-------------------|------------------|-------------------|-------------------|
| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| General Fund: | | | | | | |
| Reserved | \$ 24,853 | \$ 40,282 | \$ 21,535 | \$ 6,128 | \$ 6,230 | \$ 104,052 |
| Unreserved | 87,551 | 198,354 | 147,483 | 89,682 | 121,969 | 141,245 |
| Total General Fund | \$ 112,404 | \$ 238,636 | \$ 169,018 | \$ 95,810 | \$ 128,199 | \$ 245,297 |
| All Other Governmental Funds: | | | | | | |
| Unreserved, Reported In: | | | | | | |
| Capital Projects Fund | | | \$ 40,131 | \$ 15,962 | \$ 4,312 | \$ 4,312 |
| Total All Other Governmental Funds | \$ - | \$ - | \$ 40,131 | \$ 15,962 | \$ 4,312 | \$ 4,312 |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|--|------------------|------------------|---------------------|--------------------|------------------|-------------------|--------------------|--------------------|------------------|-------------------|
| Revenues | | | | | | | | | | |
| Tax Levy | \$ 990,869 | \$ 990,000 | \$ 1,007,856 | \$ 1,054,983 | \$ 1,207,273 | \$ 1,348,656 | \$ 1,371,065 | \$ 1,460,000 | \$ 1,547,229 | \$ 1,547,229 |
| Tuition Charges | 7,408 | 1,100 | 2,200 | 1,840 | 2,600 | 1,339 | 1,380 | 10,420 | 17,070 | 21,853 |
| Interest Earnings | 6,154 | 3,456 | 2,880 | 1,101 | 820 | 5,365 | 13,013 | 12,913 | 8,918 | 5,059 |
| Miscellaneous | 1,388 | 969 | 325 | 6,526 | 1,832 | 2,675 | 34 | 962 | 56 | 218 |
| State Sources | 520,543 | 640,227 | 576,699 | 722,468 | 766,122 | 846,350 | 950,010 | 974,518 | 971,144 | 1,144,145 |
| Federal Sources | 26,579 | 18,113 | 28,701 | 55,137 | 63,692 | 40,694 | 78,645 | 70,544 | 59,103 | 82,759 |
| Total Revenues | 1,550,961 | 1,653,465 | 1,616,361 | 1,841,965 | 2,132,309 | 2,245,069 | 2,414,147 | 2,529,487 | 2,613,520 | 2,807,263 |
| Expenditures | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular Instruction | 483,163 | 505,338 | 595,219 | 595,660 | 575,973 | 688,545 | 754,751 | 766,946 | 724,119 | 808,400 |
| Special Education Instruction | 45,414 | 149,459 | 107,281 | 112,922 | 107,725 | 73,907 | 119,779 | 177,539 | 145,784 | 144,691 |
| Other Special Instruction | 3,898 | 17,053 | | | | | | | | |
| Other Instruction | 1,300 | 1,960 | 1,300 | 1,350 | 1,400 | 3,575 | 2,400 | 2,400 | 4,370 | 5,300 |
| Support Services | | | | | | | | | | |
| Tuition | 314,056 | 229,797 | 258,749 | 251,345 | 384,385 | 329,306 | 375,836 | 367,491 | 488,065 | 487,399 |
| Student & Instruction Related Services | 192,171 | 130,105 | 228,708 | 136,037 | 141,337 | 168,587 | 192,755 | 215,236 | 191,529 | 189,460 |
| General Administration | 59,238 | 67,441 | 42,626 | 46,373 | 59,835 | 95,976 | 90,185 | 93,200 | 94,508 | 93,228 |
| School Administration Services | 39,105 | 45,500 | 100,701 | 120,371 | 120,371 | 56,653 | 57,761 | 60,071 | 64,538 | 66,363 |
| Central Services / Business | 36,345 | 46,815 | 57,131 | 53,616 | 59,491 | 51,236 | 64,455 | 64,923 | 66,833 | 69,167 |
| Admin Information Technology | | | | | | | | | | |
| Plant Operations & Maintenance | 65,286 | 91,241 | 106,608 | 109,197 | 103,858 | 121,432 | 137,778 | 120,900 | 125,191 | 177,897 |
| Pupil Transportation | 36,152 | 55,988 | 38,489 | 52,747 | 82,849 | 69,441 | 54,479 | 67,078 | 57,923 | 100,695 |
| Employee Benefits | 105,940 | 124,024 | 160,560 | 206,835 | 232,442 | 264,339 | 280,788 | 321,672 | 298,978 | 266,620 |
| On-Behalf TPAF Pension & Soc Sec Contributions | 69,948 | 79,255 | 60,178 | 84,350 | 93,228 | 100,244 | 118,050 | 156,449 | 211,403 | 152,917 |
| Capital Outlay | | | | | | | | | | |
| Capital Projects | | 22,301 | 7,762 | 13,724 | | 5,572 | 3,164 | | 44,137 | |
| Special Schools | | | 11,579 | 12,998 | | 76,700 | 11,850 | 57,000 | 11,850 | |
| Special Revenue Funds | 31,354 | 26,445 | 36,419 | 64,789 | 71,967 | 43,935 | 8,995 | 7,502 | 7,502 | 9,269 |
| Debt Service | | | | | | | | | | |
| Principal | | | | | | | | | | |
| Interest & Other Charges | | | | | | | | | | |
| Total Expenditures | 1,515,352 | 1,603,604 | 1,714,609 | 1,842,168 | 2,047,657 | 2,097,873 | 2,419,187 | 2,569,987 | 2,606,653 | 2,684,165 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 35,609 | 49,861 | (98,248) | (173) | 84,452 | 147,196 | (5,040) | (89,500) | 6,867 | 117,098 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Capital Leases (Non-Budgeted) | | | | | | | | | | |
| Proceeds from Bond Issue | | | | | | | | | | |
| Accounts Receivable Cancelled | | | | | | | | | | |
| Transfers Out | (8,041) | (7,768) | (12,118) | (12,639) | (16,415) | (20,964) | (24,447) | (27,877) | (30,265) | - |
| Total Other Financing Sources (Uses) | (8,041) | (7,768) | (12,118) | (12,639) | (16,415) | (20,964) | (24,447) | (27,877) | (30,265) | - |
| Net Change in Fund Balances | \$ 27,568 | \$ 42,093 | \$ (108,366) | \$ (12,812) | \$ 68,037 | \$ 126,232 | \$ (29,487) | \$ (97,377) | \$ 20,739 | \$ 117,098 |
| Debt Service as a Percentage of Non-capital Expenditures | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

Source: District Records

NOTE: Non-capital expenditures are total expenditures less capital outlay, capital projects and debt service.
 Capital Expenditures and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.
 Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 GENERAL FUND-OTHER LOCAL REVENUES BY SOURCE
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| Description | Fiscal Year Ending June 30 | | | | | | | | | |
|---------------------------|----------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|------------------|------------------|------------------|
| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
| Interest Income | \$ 6,154 | \$ 3,456 | \$ 2,580 | \$ 1,101 | \$ 820 | \$ 5,365 | \$ 13,013 | \$ 12,913 | \$ 8,918 | \$ 5,059 |
| Tuition | 7,408 | 1,100 | 2,200 | 1,840 | 2,600 | 1,339 | 1,380 | 10,420 | 17,070 | 21,853 |
| Prior Year Refunds | | | | | 1,784 | 1,516 | | 982 | | |
| Miscellaneous Other | 1,271 | 569 | 325 | 6,526 | 48 | 1,159 | 34 | | 55 | 218 |
| Outstanding Checks Voided | | | | | | | | 10 | | |
| Sale of Surplus Equipment | | | | | | | | | | |
| Annual Totals | \$ 14,833 | \$ 5,125 | \$ 5,105 | \$ 9,467 | \$ 5,252 | \$ 9,379 | \$ 14,427 | \$ 24,325 | \$ 26,044 | \$ 27,130 |

Source: District Records

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Vacant Land | \$ 562,400 | \$ 515,600 | \$ 563,200 | \$ 494,000 | \$ 494,000 | \$ 386,100 | \$ 837,900 | \$ 832,500 | \$ 832,500 | \$ 774,700 |
| Residential | 45,187,400 | 45,152,200 | 45,318,300 | 45,415,200 | 46,159,300 | 46,506,100 | 95,057,400 | 95,540,300 | 95,535,400 | 95,335,700 |
| Farm Regular | 716,800 | 716,800 | 716,800 | 716,800 | 426,400 | 426,400 | 879,900 | 432,100 | 432,100 | 432,100 |
| Q Farm | 100,300 | 118,800 | 118,800 | 118,700 | 115,700 | 115,700 | 127,100 | 124,400 | 124,400 | 124,400 |
| Commercial | 8,133,200 | 8,133,200 | 8,133,200 | 8,559,300 | 8,559,300 | 8,559,300 | 18,963,800 | 18,905,700 | 18,955,700 | 19,016,100 |
| Industrial | 3,082,200 | 3,082,200 | 3,082,200 | 2,450,100 | 2,450,100 | 2,450,100 | 4,850,500 | 4,850,500 | 4,850,500 | 4,850,500 |
| Apartment | 752,200 | 724,300 | 724,300 | 724,300 | 724,300 | 724,300 | 1,203,900 | 1,203,900 | 1,203,900 | 1,203,900 |
| Total Assessed Value | 58,574,500 | 58,443,100 | 58,656,800 | 58,478,400 | 58,529,100 | 59,168,000 | 121,930,500 | 121,889,400 | 121,934,500 | 121,737,400 |
| Public Utilities (a) | 197,647 | 225,735 | 212,104 | 161,483 | 157,994 | 139,022 | 175,301 | 181,627 | 169,013 | 132,429 |
| Net Valuation Taxable | \$ 58,772,147 | \$ 58,668,835 | \$ 58,868,904 | \$ 58,639,883 | \$ 59,087,094 | \$ 59,307,022 | \$ 122,105,801 | \$ 122,071,027 | \$ 122,103,513 | \$ 121,869,829 |
| Estimated Actual County Equalized Value | \$ 64,670,456 | \$ 62,573,836 | \$ 69,801,780 | \$ 77,330,395 | \$ 82,365,018 | \$ 99,036,703 | \$ 114,214,302 | \$ 119,307,311 | \$ 119,094,693 | \$ 112,862,682 |
| Percentage of Net Valuation to Estimated Actual County Equalized Value | 90.88% | 93.76% | 84.34% | 75.83% | 71.74% | 59.88% | 106.91% | 102.32% | 102.53% | 107.98% |
| Total Direct School Tax Rate (b) | \$ 1.69 | \$ 1.72 | \$ 1.80 | \$ 2.21 | \$ 2.28 | \$ 2.31 | \$ 1.20 | \$ 1.27 | \$ 1.27 | \$ 1.25 |

*

Source: Municipal Tax Assessor

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

- (a) Taxable Value of Machinery, Implements and Equipments of Telephone and Messenger System Companies
- (b) Tax rates are per \$100

* Revalued/Reassessed

**BLOOMSBURY BOROUGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATE PER \$100 OF ASSESSED VALUE)**

| Assessment Year | School District Direct Rate | | | | | | | | | | Total Direct & Overlapping Tax Rate | |
|-----------------|-----------------------------|----------|------------------------|------------------------|----------------------|--------|-------------------|--------|---------------|-------|-------------------------------------|------|
| | Basic Rate (a) | General | | Direct School Tax Rate | Regional School Debt | | Overlapping Rates | | Fire District | Total | | |
| | | Rate (a) | Obligation Service (b) | | Debt | School | Municipality | County | | | | |
| 2000 | \$ 1.69 | \$ | \$ | 169 | \$ | 0.37 | 0.51 | \$ | 0.37 | 0.51 | \$ | 2.57 |
| 2001 | 1.72 | | | 172 | | 0.37 | 0.49 | | 0.37 | 0.49 | | 2.58 |
| 2002 | 1.80 | | | 180 | | 0.38 | 0.54 | | 0.38 | 0.54 | | 2.72 |
| 2003 | 2.21 | | | 221 | | 0.38 | 0.57 | | 0.38 | 0.57 | | 3.16 |
| 2004 | 2.28 | | | 228 | | 0.43 | 0.57 | | 0.43 | 0.57 | | 3.28 |
| 2005 | 2.31 | | | 231 | | 0.43 | 0.63 | | 0.43 | 0.63 | | 3.37 |
| 2006 | 1.20 | | | 120 | | 0.22 | 0.33 | | 0.22 | 0.33 | | 1.75 |
| 2007 | 1.27 | | | 127 | | 0.23 | 0.32 | | 0.23 | 0.32 | | 1.82 |
| 2008 | 1.27 | | | 127 | | 0.27 | 0.32 | | 0.27 | 0.32 | | 1.86 |
| 2009 | 1.25 | | | 125 | | 0.27 | 0.32 | | 0.27 | 0.32 | | 1.84 |

Sources: Municipal Tax Collector

NOTE:

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

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

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

* Revalued/Reassessment

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS,
 CURRENT YEAR AND NINE YEARS AGO

| | 2009 | | | | 2000 | | | |
|---|------------------------|------|--|------------------------|------|--|--|--|
| | Taxable Assessed Value | Rank | % of Total District Net Assessed Value | Taxable Assessed Value | Rank | % of Total District Net Assessed Value | | |
| Travel Center Properties LP | \$ 5,824,900 | 1 | 4.78% | | | | | |
| Brown Holding LLC | 4,141,600 | 2 | 3.40% | | | | | |
| Quovadis LLC | 2,313,500 | 3 | 1.90% | | | | | |
| Pilot Travel Centers | 1,963,100 | 4 | 1.61% | | | | | |
| Bloomsbury Mets LLC | 1,634,900 | 5 | 1.34% | | | | | |
| 75 North Holdings LLC | 1,558,100 | 6 | 1.28% | | | | | |
| Bloomsbury Associates | 792,800 | 7 | 0.65% | \$ 624,000 | 4 | 1.06% | | |
| Growmark FS Inc | 582,000 | 8 | 0.48% | | | | | |
| Individual Property Owner | 552,700 | 9 | 0.45% | 449,200 | 5 | 0.76% | | |
| Individual Property Owner | 543,300 | 10 | 0.45% | 318,000 | 8 | 0.54% | | |
| National Auto Truckstops | | | | 3,100,000 | 1 | 5.27% | | |
| Koh-I-Noor | | | | 3,020,200 | 2 | 5.14% | | |
| I-78 Development Co | | | | 1,212,300 | 3 | 2.06% | | |
| Agway Inc | | | | 324,700 | 6 | 0.55% | | |
| Coolidge Shore Assets Limited Partnership | | | | 324,000 | 7 | 0.55% | | |
| Individual Property Owner | | | | 293,500 | 9 | 0.50% | | |
| Individual Property Owner | | | | 254,400 | 10 | 0.43% | | |
| | <u>\$ 19,906,900</u> | | <u>16.33%</u> | <u>\$ 9,920,300</u> | | <u>16.88%</u> | | |

Source: Municipal Tax Assessor

BLOOMSBURY BOROUGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

| Year Ending December 31, | Taxes Levied for the Year | Collected Within the Fiscal Year of the Levy (a) | |
|-----------------------------|------------------------------|---|-----------------------|
| | | Amount | Percentage of Levy |
| 1999 | \$ 1,469,898 | \$ 1,441,686 | 98.08% |
| 2000 | 1,512,819 | 1,490,111 | 98.50% |
| 2001 | 1,515,989 | 1,503,256 | 99.16% |
| 2002 | 1,599,672 | 1,575,071 | 98.46% |
| 2003 | 1,854,870 | 1,827,119 | 98.50% |
| 2004 | 1,979,859 | 1,942,481 | 98.11% |
| 2005 | 2,028,292 | 1,963,457 | 96.80% |
| 2006 | 2,137,809 | 2,073,392 | 96.99% |
| 2007 | 2,222,853 | 2,154,958 | 96.95% |
| 2008 | 2,275,337 | 2,173,020 | 95.50% |

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

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

BLOOMSBURY BOROUGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

| Fiscal Year Ending June 30, | Governmental Activities | | | Business-Type Activities | | Total District | % of Personal Income (a) | Per Capita (a) |
|-----------------------------------|------------------------------------|-------------------------------------|-------------------|--------------------------------------|-------------------|-------------------|--------------------------------|-------------------|
| | General Obligation Bonds (b) | Certificates of Participation | Capital Leases | Bond Anticipation Notes (BANs) | Capital Leases | | | |
| 2000 | | | \$ 8,270 | | | \$ 8,270 | 0.02% | 9 |
| 2001 | | | | | | | 0.00% | |
| 2002 | | | | | | | 0.00% | |
| 2003 | | | | | | | 0.00% | |
| 2004 | | | | | | | 0.00% | |
| 2005 | | | | | | | 0.00% | |
| 2006 | | | | | | | 0.00% | |
| 2007 | | | | | | | 0.00% | |
| 2008 | | | 35,469 | | | 35,469 | 0.06% | 41 |
| 2009 | | | 27,254 | | | 27,254 | N/A | 32 |

NOTE

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

- (a) See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- (b) Includes Early Retirement Incentive Plan (ERIP) refunding

Note: The Bloomsbury Borough School District has had no bonded debt for the current and prior nine years.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

| Fiscal Year Ending June 30, | General Bonded Debt Outstanding | | % of Actual Taxable Value (a) of Property | Per Capita (a) |
|-----------------------------------|---------------------------------|---|--|-------------------|
| | General Obligation Bonds | Net General Bonded Debt Outstanding Deductions | | |

2000
2001
2002
2003
2004
2005
2006
2007
2008
2009

Note: The Bloomsbury Borough School District has had no bonded debt for the current and prior nine years.

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

BLOOMSBURY BOROUGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2008

| GOVERNMENTAL UNIT | <u>Debt Outstanding</u> | <u>Estimated % Applicable (a)</u> | <u>Estimated Share of Overlapping Debt</u> |
|-----------------------------------|-----------------------------|---------------------------------------|--|
| Debt Repaid with Property Taxes: | | | |
| Municipality | \$ - | 100.00 | \$ - |
| Regional High School | N/A | | |
| County General Obligation Debt | 123,586,816 | 0.47 | <u>584,032</u> |
| Subtotal, Overlapping Debt | | | 584,032 |
| School District Direct Debt | | | <u>-</u> |
| Total Direct and Overlapping Debt | | | <u>\$ 584,032</u> |

Sources: Assessed Value Data Used to Estimate Applicable Percentages
 Provided by the County Board of Taxation. Debt Outstanding Data
 Provided by Each Governmental Unit.

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

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

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2009

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Debt Limit | \$ 2,266,593 | \$ 2,290,058 | \$ 2,419,715 | \$ 2,598,600 | \$ 2,833,848 | \$ 3,149,471 | \$ 3,557,936 | \$ 3,978,001 | \$ 4,370,197 | \$ 4,582,761 |
| Total Net Debt Applicable | - | - | - | - | - | - | - | - | - | - |
| Legal Debt Margin | \$ 2,266,593 | \$ 2,290,058 | \$ 2,419,715 | \$ 2,598,600 | \$ 2,833,848 | \$ 3,149,471 | \$ 3,557,936 | \$ 3,978,001 | \$ 4,370,197 | \$ 4,582,761 |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

| | 2008 | 2007 | 2006 |
|---|----------------|----------------|----------------|
| Equalized Valuation Basis | \$ 116,006,565 | \$ 118,109,884 | \$ 109,590,599 |
| Average Equalized Valuation of Taxable Property | \$ 114,569,016 | - | - |
| Debt Limit (4.0% of Average Equalization Value) | \$ 4,582,761 | (a) | - |
| Total Net Debt Applicable to Limit | \$ 4,582,761 | - | - |

Source: Equalized Valuation Bases were Obtained from the Annual Report of the State of New Jersey Department of Treasury, Division of Taxation

(a) Limit Set by NJSA 18A 24-19

Note: The Bloomsbury Borough School District has had no authorized bonded debt for the current and prior nine years.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

| Year | Population (a) | | Personal Income (b) | | Per Capita Personal Income (c) | | Unemployment Rate (d) |
|------|------------------|----|-----------------------|----|----------------------------------|------|-------------------------|
| | | \$ | | | | | |
| 2000 | 887 | \$ | 46,891,255 | \$ | 52,865 | 2.6% | |
| 2001 | 889 | | 48,500,284 | | 54,556 | 3.3% | |
| 2002 | 889 | | 49,614,201 | | 55,809 | 5.8% | |
| 2003 | 892 | | 50,901,088 | | 57,064 | 6.2% | |
| 2004 | 882 | | 51,544,962 | | 58,441 | 5.1% | |
| 2005 | 873 | | 51,175,260 | | 58,620 | 4.9% | |
| 2006 | 869 | | 54,530,619 | | 62,751 | 5.5% | |
| 2007 | 862 | | 57,279,038 | | 66,449 | 4.8% | |
| 2008 | 865 | | N/A | | N/A | 6.3% | |
| 2009 | | | N/A | | N/A | N/A | |

Sources:

- (a) Population Information Provided by the NJ Dept of Labor and Workforce Development
- (b) Personal Income has Been Estimated Based Upon the Municipal Population and Per Capita Personal Income Presented
- (c) Per Capita Personal Income by County Estimated Based Upon the 2000 Census Published by the US Bureau of Economic Analysis.
- (d) Unemployment Data Provided by the NJ Dept of Labor and Workforce Development

BLOOMSBURY BOROUGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

| Employer | 2009 | | | 2000 | | |
|----------|-----------|------|--|-----------|------|--|
| | Employees | Rank | Percentage of Total Municipal Employment | Employees | Rank | Percentage of Total Municipal Employment |

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

| FUNCTION/PROGRAM | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction | | | | | | | | | | |
| Regular | 10.8 | 11.4 | 11.4 | 11.4 | 10.8 | 11.8 | 12.9 | 12.9 | 11.9 | 11.2 |
| Special Education | 3.0 | 3.0 | 3.0 | 4.0 | 3.0 | 3.0 | 4.0 | 4.0 | 3.0 | 4.0 |
| Other Special Education | 1.5 | 1.5 | 1.5 | 2.0 | 2.0 | 5.0 | 5.0 | 4.6 | 3.6 | 2.4 |
| Vocational | | | | | | | | | | |
| Other Instruction-Aides | | | | | | | | | | |
| Nonpublic School Programs | | | | | | | | | | |
| Adult/Continuing Education Programs | | | | | | | | | | |
| Support Services | | | | | | | | | | |
| Student and Instruction Related Services | 2.0 | 2.0 | 2.0 | 2.6 | 2.6 | 2.9 | 2.3 | 2.7 | 2.9 | 3.0 |
| General Administration | 0.6 | 0.6 | 0.6 | 0.6 | 0.6 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 |
| School Administration Services | 1.2 | 1.2 | 1.2 | 1.2 | 1.2 | 0.9 | 0.9 | 0.9 | 0.9 | 0.9 |
| Other Administrative Services | | | | | | | | | | |
| Business Administrative Services | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | - |
| Administrative Information Technology | | | | | | | | | | |
| Plant Operations and Maintenance | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.5 | 1.6 | 1.6 | 1.5 |
| Pupil Transportation | | | | | | | | | | |
| Other Support Services | | | | | | | | | | |
| Special Schools | | | | | | | | | | |
| Food Service | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.3 | 1.3 | - |
| Child Care | | | | | | | | | | |
| Total | 22.6 | 23.2 | 23.2 | 25.3 | 23.7 | 27.6 | 29.1 | 29.5 | 26.7 | 23.5 |

Source: District Personnel Records

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS

| Fiscal Year | Enrollment | Operating Expenditures (a) | Cost Per Pupil | Percentage Change | Teaching Staff (b) | Teacher Ratio | Average Daily Enrollment (ADE) (c) | Average Daily Attendance (ADA) (c) | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------|------------|----------------------------|----------------|-------------------|--------------------|---------------|------------------------------------|------------------------------------|--------------------------------------|-------------------------------|
| 2000 | 107 | \$ 1,515,352 | \$ 14,162 | -3.92% | 18 | 1 to 5.94 | 107.0 | 102.0 | 3.88% | 95.33% |
| 2001 | 120 | 1,581,303 | 13,176 | -6.96% | 20 | 1 to 6.00 | 130.0 | 125.0 | 21.50% | 96.15% |
| 2002 | 137 | 1,706,847 | 12,459 | -5.45% | 21 | 1 to 6.52 | 137.0 | 131.0 | 5.38% | 95.62% |
| 2003 | 132 | 1,828,444 | 13,852 | 11.18% | 23 | 1 to 5.74 | 135.0 | 129.0 | -1.46% | 95.56% |
| 2004 | 138 | 2,047,857 | 14,840 | 7.13% | 22 | 1 to 6.27 | 138.0 | 132.0 | 2.22% | 95.65% |
| 2005 | 147 | 2,092,301 | 14,233 | -4.09% | 21 | 1 to 7.00 | 151.0 | 145.0 | 9.42% | 96.03% |
| 2006 | 165 | 2,339,323 | 14,178 | -0.39% | 22 | 1 to 7.50 | 163.7 | 157.5 | 8.41% | 96.21% |
| 2007 | 154 | 2,541,967 | 16,506 | 16.43% | 24 | 1 to 6.42 | 154.1 | 148.2 | -5.86% | 96.17% |
| 2008 | 146 | 2,550,866 | 17,472 | 5.85% | 22 | 1 to 6.64 | 145.1 | 140.5 | -5.84% | 96.83% |
| 2009 | 138 | 2,684,155 | 19,450 | 11.33% | 21 | 1 to 6.58 | 138.9 | 132.9 | -4.27% | 95.68% |

Source: District Records

(a) Operating Expenditures Equal Total Expenditures Less Debt Service and Capital Outlay

(b) Teaching Staff includes Only Full-Time Equivalents or Certificated Staff

(c) Average Daily Enrollment and Average Daily Attendance are Obtained from the School Register Summary (SRS)

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

| DISTRICT BUILDING | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|---------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Elementary (1905) | | | | | | | | | | |
| Square Feet | 18,651 | 18,651 | 18,651 | 18,651 | 18,651 | 18,651 | 18,651 | 18,651 | 18,651 | 18,651 |
| Capacity (Students) | 200 | 200 | 200 | 200 | 200 | 200 | 200 | 200 | 200 | 200 |
| Enrollment | 107 | 120 | 137 | 132 | 138 | 147 | 165 | 154 | 146 | 135 |

Number of Schools at June 30, 2009

| | |
|---------------|---|
| Elementary | 1 |
| Middle School | 0 |
| High School | 0 |
| Other | 0 |

District Facilities Office

Year of Original Construction is shown in Parentheses. Increase in Square Footage and Capacity are the Result of Renovations and Additions. Enrollment is Based on the Annual October District Court

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST EIGHT FISCAL YEARS

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

*School Facilities

| | <u>Amount</u> | <u>Total</u> |
|-------------------------|-------------------|-------------------|
| 2002 | \$ 154 | \$ 154 |
| 2003 | 12,780 | 12,780 |
| 2004 | 11,675 | 11,675 |
| 2005 | 20,645 | 20,645 |
| 2006 | 24,805 | 24,805 |
| 2007 | 15,705 | 15,705 |
| 2008 | 19,992 | 19,992 |
| 2009 | <u>56,715</u> | <u>56,715</u> |
| Total School Facilities | <u>\$ 162,471</u> | <u>\$ 162,471</u> |

* School Facilities as Defined Under EFCFA,
(NJAC 6A:26-1.2 and NJAC 6A:26A-1.3)

Source: District Records

BLOOMSBURY BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2009
(UNAUDITED)

| | <u>Coverage</u> | <u>Deductible</u> |
|---|------------------|-------------------|
| School Package Policy-NJ School Boards Assoc: | | |
| Property-Blanket Building & Contents (Policy Limit) | \$10,490,606,031 | \$ 1,000 |
| Comprehensive General Liability | 11,000,000 | 1,000 |
| Comprehensive Automobile Liability | 11,000,000 | 1,000 |
| Excess Liability | 16,000,000 | 1,000 |
| Blanket Position Bond | 100,000 | 1,000 |
| School Board Legal Liability-NJ School Boards Assoc: | | |
| Directors and Officers Policy | 11,000,000 | 5,000 |
| Worker's Compensation-NJ School Boards Assoc: | | |
| Per Accident, Disease and Disease Limit | 2,000,000 | |
| Public Employees' Faithful Performance-Selective Ins. Co: | | |
| Treasurer of School Monies Bond | 135,000 | |
| Business Administrator's Bond | 135,000 | |

Source: District Records

SINGLE AUDIT SECTION

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITORS' 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

August 14, 2009

Honorable President and
Members of the Board of Education
Bloomsbury Borough School
County of Hunterdon, New Jersey

I have audited the financial statements of the Board of Education of the Bloomsbury School District in the County of Hunterdon as of and for the year ended June 30, 2009, and have issued my report thereon dated August 10, 2009. I conducted my audit in accordance with auditing standards generally accepted in the United States of America; Government Auditing Standards issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Board of Education's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board of Education's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Board of Education's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Board of Education's financial statements are free of material misstatement, I 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 these provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

This report is intended solely for the information of the management of the Board of Education and federal and state awarding agencies and pass through entities and is not intended to be and should not be used by anyone other than these specified parties.



William M. Colantano, Jr.
Public School Accountant
No. CS 0128

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

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

August 14, 2009

Honorable President and
Members of the Board of Education
Bloomsbury Borough School
County of Hunterdon, New Jersey

Compliance

I have audited the compliance of the Board of Education of the Bloomsbury School District in the County of Hunterdon, with the types of compliance requirements described in the US Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and New Jersey OMB's Circular 04-04 that are applicable to its major federal and state programs for the year ended June 30, 2009. The Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Board of Education's management. My responsibility is to express an opinion on the Board of Education's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in "Government Auditing Standards," issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; and New Jersey OMB's Circular 04-04 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid;" and OMB Circular A-133 "Audits of States, Local Governments, and Non-Profit Organizations". Those Standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that I 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 and state program occurred. An audit includes examining, on a test basis, evidence about the Board of Education's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination of the Board of Education's compliance with those requirements.

In my opinion the Board of Education complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2009.

Internal Control Over Compliance

The management of the Board of Education is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing my audit I considered the Board of Education's internal control over compliance with requirements that could have a direct and material effect on a major federal and state programs in order to determine my audit procedures for the purpose of expressing my opinion on compliance but not for the purpose of expressing an opinion on the effectiveness on internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Board of Education's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal and state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal or state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented or detected by the entity's internal control.

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

This report is intended for the information of the Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies and is not intended to be and should not be used by anyone other than those specified parties.



William M. Colantano, Jr.
Public School Accountant
No. CS 0128

BLOOMSBURY BOROUGH SCHOOL DISTRICT
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS SCHEDULE A
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| Grantor/Program Title | Federal CFDA Number | Project Number | Program or Award Amount | Grant Period From To | Balance June 30, 2008 | | Cash Received | Budgetary Expenditure | Adjustment | Repay of Prior Year Balance | Accounts Receivable | Balance June 30, 2009 | |
|---|---------------------|----------------|-------------------------|----------------------|------------------------|------------------|------------------|-----------------------|------------|-----------------------------|---------------------|-----------------------|----------------|
| | | | | | (Acct Rec) Def Revenue | Carryover Amount | | | | | | Deferred Revenue | Due to Grantor |
| US Department of Education Passed Through State Department of Education: Special Revenue Fund | | | | | | | | | | | | | |
| REAP | 84 358B | S358AO | \$ 25,204 | 07/01/2007-9/30/2008 | | \$ (20,875) | \$ 15,016 | \$ 3,481 | | | \$ (9,710) | \$ 370 | |
| REAP | 84 358B | 75529 | 24,837 | 07/01/2008- | | | | 3,314 | | | (24,837) | 21,523 | |
| NCLB Title I A | 84 010A | NCLB 83529 | 16,006 | 09/01/2008 | | | 760 | 12,045 | | | (15,226) | 3,961 | |
| NCLB Title II A | 84 367A | NCLB O43009 | 3,860 | 09/01/2008- | | | 2,118 | 2,318 | | | (1,742) | 1,542 | |
| NCLB Title IID | 84 318X | NCLB O43009 | 121 | 09/01/2008- | | | 121 | 121 | | | | | |
| NCLB Title IV | 84 186A | NCLB O43009 | 446 | 09/01/2008 | | | 370 | 446 | | | (76) | | |
| IDEIA Basic | 84 027 | IDEIA O43009 | 39,031 | 09/01/2008- | | | 39,031 | | | | | | |
| IDEIA Pre School | 84 173 | IDEIA O43009 | 1,642 | 09/01/2007- | | | | 1,362 | | | | | |
| IDEIA Pre School | 84 173 | IDEIA O43009 | 1,556 | 09/01/2008- | | | 1,556 | | | | | | |
| Total Special Revenue Fund | | | | | | | 58,992 | 63,674 | | | (51,591) | 27,396 | \$ - |
| US Department of Agriculture Passed Through State Department of Education: Enterprise Fund | | | | | | | | | | | | | |
| Food Donation Program | 10 550 | N/A | 2,480 | 07/01/2008- | | | 2,480 | 2,161 | | | | 319 | |
| National School Lunch Program | 10 555 | N/A | 7,811 | 07/01/2007- | | | | | | | | | |
| National School Lunch Program | 10 555 | N/A | 6,833 | 07/01/2008- | | | 2,223 | | | | | | |
| Total Enterprise Fund | | | | | | | 6,482 | 6,833 | | | (351) | 319 | \$ - |
| TOTAL FEDERAL FINANCIAL ASSISTANCE | | | | | | | \$ 70,177 | \$ 72,608 | | | \$ (51,942) | \$ 27,715 | \$ - |

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

| Grantor/Program Title | Project Number | Program or Award Amount | Grant Period From To | Balance 6/30/2008 (Acct Rec) Der Revenue | Cash Received | Budgetary Expenditure | Adjustment | Balance June 30, 2009 | | Memo |
|---|----------------|-------------------------|----------------------|--|---------------|-----------------------|------------|-----------------------|------------------|---------------------|
| | | | | | | | | Accounts Receivable | Deferred Revenue | |
| Slate Department of Education General Fund | | | | | | | | | | |
| Transportation Aid | 08-495-034 | \$ 22,993 | 07/01/2007-6/30/2008 | \$ (1,139) | \$ 1,139 | | | | | |
| Transportation Aid | -5120-014 | | 6/30/2008 | | | | | | | |
| Transportation Aid | 09-495-034 | 37,577 | 07/01/2008-6/30/2009 | | 33,864 | \$ 37,577 | | \$ (3,713) | \$ | (3,713) \$ 37,577 |
| Core Curriculum Standards Aid | -5120-014 | | 6/30/2009 | | | | | | | |
| Core Curriculum Standards Aid | 08-495-034 | 114,537 | 07/01/2007-6/30/2008 | (5,675) | 5,675 | | | | | |
| Core Curriculum Standards Aid | -5120-022 | | 6/30/2008 | | | | | | | |
| Equalization Aid | 09-495-034 | 751,738 | 07/01/2008-6/30/2009 | | 676,832 | 751,738 | | (74,906) | | 751,738 |
| Equalization Aid | -5120-078 | | 6/30/2009 | | | | | | | |
| Suppl Core Curriculum Standards Aid | 08-495-034 | 5,631 | 07/01/2007-6/30/2008 | (279) | 279 | | | | | |
| Suppl Core Curriculum Standards Aid | -5120-023 | | 6/30/2008 | | | | | | | |
| Security Aid | 09-495-034 | 15,559 | 07/01/2008-6/30/2009 | | 14,022 | 15,559 | | (1,537) | | 15,559 |
| Security Aid | -5120-084 | | 6/30/2009 | | | | | | | |
| Special Education Aid | 08-495-034 | 155,084 | 07/01/2007-6/30/2008 | (7,684) | 7,684 | | | | | |
| Special Education Aid | -5120-011 | | 6/30/2008 | | | | | | | |
| Special Education Aid | 09-495-034 | 101,887 | 07/01/2008-6/30/2009 | | 91,820 | 101,887 | | (10,067) | | 101,887 |
| Special Education Aid | -5120-089 | | 6/30/2009 | | | | | | | |
| School Choice Aid | 08-495-034 | 221,564 | 07/01/2007-6/30/2008 | (10,978) | 10,978 | | | | | |
| School Choice Aid | -5120-068 | | 6/30/2008 | | | | | | | |
| School Choice Aid | 09-495-034 | 150,043 | 07/01/2008-6/30/2009 | | 135,217 | 150,043 | | (14,826) | | 150,043 |
| School Choice Aid | -5120-068 | | 6/30/2009 | | | | | | | |
| Stabilization Aid | 08-495-034 | 129,015 | 07/01/2007-6/30/2008 | (6,392) | 6,392 | | | | | |
| Stabilization Aid | -5120-030 | | 6/30/2008 | | | | | | | |
| Consolidated Aid | 08-495-034 | 32,755 | 07/01/2007-6/30/2008 | (1,622) | 1,622 | | | | | |
| Consolidated Aid | -5120-057 | | 6/30/2008 | | | | | | | |
| Full-Day Kindergarten Supplemental Aid | 08-495-034 | 3,901 | 07/01/2007-6/30/2008 | (193) | 193 | | | | | |
| Full-Day Kindergarten Supplemental Aid | -5120-074 | | 6/30/2008 | | | | | | | |
| Nonpublic School Transportation | N/A | 2,384 | 07/01/2007-6/30/2008 | (2,384) | 2,384 | | | | | |
| Nonpublic School Transportation | N/A | | 6/30/2008 | | | | | | | |
| Nonpublic School Transportation | 08-100-034 | 3,445 | 07/01/2008-6/30/2009 | | | 3,445 | | (3,445) | | 3,445 |
| Nonpublic School Transportation | -5120-068 | | 6/30/2009 | | | | | | | |
| Additional Formula Aid | 08-100-034 | 41,711 | 07/01/2007-6/30/2008 | (2,067) | 2,067 | | | | | |
| Additional Formula Aid | -5120-068 | | 6/30/2008 | | | | | | | |
| Reimbursement TPAF Social Security Contribution | 08-495-034 | 77,082 | 07/01/2007-6/30/2008 | (6,098) | 6,098 | | | | | |
| Reimbursement TPAF Social Security Contribution | -5095-002 | | 6/30/2008 | | | | | | | |
| Reimbursement TPAF Social Security Contribution | 09-495-034 | 77,781 | 07/01/2008-6/30/2009 | | 73,969 | 77,781 | | (3,812) | | 77,781 |
| Reimbursement TPAF Social Security Contribution | -5095-002 | | 6/30/2009 | | | | | | | |
| On-Behalf TPAF Non-contributory Insurance | 09-495-034 | 3,742 | 07/01/2008-6/30/2009 | | 3,742 | | | | | |
| On-Behalf TPAF Non-contributory Insurance | -5095-007 | | 6/30/2009 | | | | | | | |
| On-Behalf TPAF Post Retirement Medical | 09-495-034 | 71,394 | 07/01/2008-6/30/2009 | | 71,394 | | | | | |
| On-Behalf TPAF Post Retirement Medical | -5095-001 | | 6/30/2009 | | | | | | | |
| Total General Fund | | | | (44,511) | 1,145,371 | 1,213,166 | \$ | (112,306) | \$ | (112,306) 1,138,030 |

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(CONTINUED)

| Grantor/Program Title | Project Number | Program or Award Amount | Grant Period From To | Balance 6/30/2008 (Acct Rec) Del Revenue | Cash Received | Budgetary Expenditure | Adjustment | Balance June 30, 2009 | | Memo | |
|----------------------------------|------------------|-------------------------|----------------------|--|---------------|-----------------------|------------|-----------------------|------------------|----------------------|-------------------------|
| | | | | | | | | Accounts Receivable | Deferred Revenue | Budgetary Receivable | Cumulative Expenditures |
| Enterprise Fund | | | | | | | | | | | |
| State School Lunch Program | 06-100-010 | \$ 640 | 07/01/2007- | | | | | | | | |
| | -3350-023 | | 6/30/2008 | \$ (183) | \$ 183 | | | | | | |
| State School Lunch Program | 09-100-010 | 583 | 07/01/2008- | | | | | | | | |
| | -3350-023 | | 6/30/2009 | (183) | 553 | \$ 583 | | \$ (30) | \$ - | \$ (30) | \$ 583 |
| Total Enterprise Fund | | | | | 736 | 583 | \$ - | \$ (30) | \$ - | \$ (30) | 583 |
| Capital Projects Fund (EDA) | | | | | | | | | | | |
| Kitchen Renovation Project | SP#043007005QAZH | 65,662 | N/A | (32,831) | 29,295 | | | (3,536) | | (3,536) | 65,662 |
| TOTAL STATE FINANCIAL ASSISTANCE | | | | \$ (77,525) | \$ 1,175,402 | \$ 1,213,749 | \$ - | \$ (115,872) | \$ - | \$ (115,872) | \$ 1,204,275 |

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2009

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, Bloomsbury Borough School District. The Board of Education is defined in Note 1 (A) to the Board's 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 budgetary 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 (C) and 1 (D) to the Board's financial statements.

NOTE 3. RELATIONSHIP OF GENERAL-PURPOSE FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to PL 2003, Ch 97 (A3521). For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$69,021) for the general fund and \$19,085 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Financial assistance revenues are reported in the Board's financial statements on a GAAP basis as follows:

| | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|----------------------|------------------|---------------------|---------------------|
| General Fund | | \$ 1,144,145 | \$ 1,144,145 |
| Special Revenue Fund | \$ 82,759 | | 82,759 |
| Food Service Fund | 8,994 | 583 | 9,577 |
| | <u>\$ 91,753</u> | <u>\$ 1,144,728</u> | <u>\$ 1,236,481</u> |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2009
(Continued)

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, 2009. TPAF Social Security Contribution 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, 2009.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
(Continued)

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Federal Awards (Cont'd)

NOT APPLICABLE

Dollar Threshold used to Distinguish Between
Type A and Type B Programs:

Auditee qualified as a low-risk auditee

_____ Yes _____ No

State Awards

Dollar Threshold used to Distinguish Between
Type A and Type B Programs:

_____ \$ 300,000 _____

Auditee Qualified as low-risk auditee

X Yes _____ No

Type of Auditor's Report Issued on Compliance
for Major Programs:

_____ Unqualified _____

Internal Control Over Major Programs:

1. Material weakness(es) identified?

_____ Yes X No

2. Reportable conditions identified
that are not considered to be material
weaknesses?

_____ Yes X No

Any Audit Findings Disclosed That are Required
to be Reported in Accordance with NJ OMB
Circular Letter 04-04?

_____ Yes X No

Identification of Major Programs:

| <u>GMIS Numbers</u> | <u>Amount</u> | <u>Name of State Program</u> |
|---------------------|---------------|------------------------------|
| 09-495-034-5120-078 | \$ 751,738 | Equalization Aid |

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

SECTION II-FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs for the year ended June 30, 2009.

SECTION III-FEDERAL AWARDS AND STATE FINANCIAL
ASSISTANCE FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs for the year ended June 30, 2009.

BLOOMSBURY BOROUGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

K-7

There were no prior year findings or questioned costs.