

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

of the

**Borough of Dumont Board of Education
Dumont, New Jersey**

For the Fiscal Year Ended June 30, 2010

Prepared by

**Borough of Dumont Board of Education
Finance Department**

BOARD OF EDUCATION
BOROUGH OF DUMONT

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Introductory Section



Kevin Cartotto
School Business Administrator/Board Secretary

August 13, 2010

Honorable President and
Members of the Board of Education
Dumont School District
Bergen County, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the Dumont School District for the fiscal year ended June 30, 2010, 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 Dumont 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, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. 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 list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the US Office of Management and Budget Circular A-133, "Audits of State and Local Governments", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single Audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: Dumont School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB

Statement No. 14. All funds and account groups of the District are included in the report. The Dumont Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special educational youngsters. The District completed the 2009-2010 fiscal year with an enrollment of 2,851 students, which is 20 students more than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2010	2,805.9	.10%
2009	2,803.0	-.35%
2008	2,812.9	4.66 %
2007	2,687.7	.89 %
2006	2,664.0	.89 %
2005	2,640.4	.64 %
2004	2,623.7	(-1.02 %)
2003	2,650.6	.58 %
2002	2,635.1	.75 %
2001	2,615.5	1.4 %

2. ECONOMIC CONDITION AND OUTLOOK: The Dumont District continues to grow through a recycling of homes. Minor subdivisions continue to be built in the borough, but they have had little effect on student population.

3 MAJOR INITIATIVES: Students have continued to score above state and national averages on the standardized tests administered by the district. Students have also scored higher than previous years on the state administered HSPA test during the 2009-2010 school year. Dumont High School has continued to be affiliated with Montclair State University and is now recognized as a professional development school—one of only three in the state of New Jersey.

4. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

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

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2010.

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

7. FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the general fund, special revenue fund and debt service fund revenues for the fiscal year ended June 30, 2010 and the amount and percentage of increases/decreases in relation to prior year revenues.

The following schedule presents a summary of general fund, special revenue fund and debt service fund expenditures for the fiscal year ended June 30, 2010 and the percentage of increases and decreases in relation to prior year amounts.

8. DEBT ADMINISTRATION: At June 30, 2010, the District had issued \$19,510,000 in permanent bonds.

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

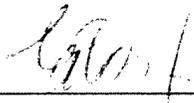
10. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

11. OTHER INFORMATION:

A) Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of T.M. Vrabel & Associates, LLC was selected by the Board of Education. In addition to meeting the requirements Single Audit Act amendments of 1996 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,



Emanuele Triggiano
Superintendent of Schools



Kevin Cartotto
Board Secretary/Business Administrator

**Dumont Board of Education
Dumont, New Jersey**

**ROSTER OF OFFICIALS
June 30, 2010**

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>Term Expires</u>
Mr. John Kohlberger, President	2013
Mrs. Theresa Kelly, Vice President	2011
Mrs. Sandra Fernandez, Member	2012
Mrs. Barbara Correa, Member	2012
Dr. Richard Healy, Member	2012
Mr. Robert DeWald, Member	2011
Mr. Rafael Tolentino, Member	2011
Mrs. Karen Valido, Member	2013
Mr. Michael Gluckman, Member	2013

OTHER OFFICIALS

Mr. Emanuele L. Triggiano, Superintendent of Schools
Ms. Maria Poidomani, Director of Curriculum, Instruction & Supervision
Mr. Kevin Cartotto, Board Secretary/School Business Administrator
Ms. Catherine A. Romeo, Treasurer of School Monies
James L. Plosia, Esq., Board Attorney

**BOROUGH OF DUMONT
BOARD OF EDUCATION
CONSULTANTS AND ADVISORS**

Architect/Engineering
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T. M. Vrabel & Associates, LLC
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P.O. Box 541
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Bond Counsel
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Rogut McCarthy & Troy LLC
37 Alden Street
Cranford, New Jersey 07016

Official Depository
Santiago Inoa, Jr, Assistant Vice President
Bergenfield Manager
TD Bank North
126 North Washington Avenue
Bergenfield, New Jersey 07621

Financial Section

Independent Auditor's Report

T. M. Vrabel & Associates, LLC
Accountants and Auditors

Timothy M. Vrabel, RMA, PSA
Chris C. Hwang, CPA

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Borough of Dumont School District
County of Bergen, New Jersey

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Dumont School District as of and for the year ended June 30, 2010 which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Borough of Dumont School District's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Dumont School District as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

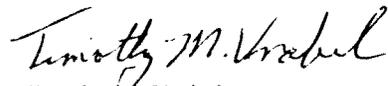
In accordance with Government Auditing Standards, we have also issued our report dated August 13, 2010 on our consideration of the Borough of Dumont School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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The Management's Discussion and Analysis on page 14 through 20 and budgetary comparison information on schedules C-1 and C-2 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 as promulgated by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our Audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Dumont School District'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 our 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, we 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 U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are 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 our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.



Timothy M. Vrabel
Public School Accountant
License No. CS000698



Chris C. W. Hwang
Certified Public Accountant
License No. CC033704

August 13, 2010

**REQUIRED SUPPLEMENTARY INFORMATION -
PART I**

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Borough of Dumont School District financial activities for the fiscal year ended June 30, 2010. Please read it in conjunction with the transmittal letter on page 1 and the District's financial statements, which begin on page 23.

FINANCIAL HIGHLIGHTS

- The District's net assets increased \$2,656,000 as a result of this year's operations. Net assets of our business-type activities increased by \$25,000 and net assets of our governmental activities increased by \$2,631,000 or 24.0 percent.
- Total cost of all of the District's programs was \$43.1 million in 2009-2010 compared to \$42.6 million in 2008-2009.
- During the year, the District had expenses for governmental activities that were \$541,000 less than the \$44.9 million generated in tax and other program revenues.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 23 and 24) provide information about the activities of the District as a whole and present a longer-term view on the District's finances. Fund financial statements start on page 27. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operation in more detail than the government-wide statements by providing information about the District's most financially significant funds

Reporting the District as a Whole

The Statement of Net Assets and the Statement of Activities

Our analysis of the District as a whole begins on page 16. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. You can think of the District's net assets, the difference between assets and liabilities, as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net assets are one indicator whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the District's property tax base, and the condition of the District's capital assets to assess the overall health of the District.

In the Statement of Net Assets and the Statement of Activities, we divide the District into two kinds of activities:

Governmental activities: most of the District's basic services are reported here, including general administration. Local taxes, tuition and state and federal aid finance most of these activities.

Business-type-activities: The District has one proprietary funds as shown on pages 32 and 33.

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds begins on page 18. The fund financial statements begin on page 27 and provide detailed information about the most significant funds-not the District as a whole. Some funds are required to be established by State law. The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

Governmental funds: most of the District's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. 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 District's general government operations and the basic services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in a reconciliation on page 29.

Proprietary funds: when the District charges customers for the full cost of the services it provides, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the District's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

The District as Trustee

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or *fiduciary*, for the Unemployment Compensation Trust, Scholarship Funds and Agency Funds. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages 35 and 36. We exclude these activities from the District's other financial statements because the District cannot use these assets to finance its operations. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE DISTRICT AS A WHOLE

The District's *combined* net assets changed from a year ago, increasing from 11.006 million to 13.662 million. Looking at the net assets and net expenses of governmental and business-type activities separately, different stories emerge. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the District's governmental and business-type activities as of June 30.

Table 1
Net Assets (in Thousands)

	Governmental Activities		Business-type Activites		Total Primary Government	
	2010	2009	2010	2009	2010	2009
Current and other assets	2,247	397	95	60	2,342	457
Long term receivables	392	731			392	731
Capital assets	33,177	32,563	3	-	33,180	32,563
Total assets	35,816	33,691	98	60	35,914	33,751
Long-term debt outstanding	21,846	22,465			21,846	22,465
Other liabilities	383	270	23	10	406	280
Total liabilities	22,229	22,735	23	10	22,252	22,745
Net assets:						
Invested in capital assets, net of debt	12,906	11,734	3		12,909	11,734
Restricted	1,452	487			1,452	487
Unrestricted (deficit)	(771)	(1,265)	72	50	(699)	(1,215)
Total net assets	13,587	10,956	75	50	13,662	11,006

Net assets of the District's governmental activities increased by 2,631,000. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased by 494,000. Restricted net assets, those restricted mainly for capital projects increased by 965,000. Both net asset categories benefited from increased economic activity, which resulted in actual revenues exceeding budgeted revenues. The investment in capital assets, net of debt category increased by 1,172,000.

Table 2
Changes in Net Assets (in thousands)

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activites</u>		<u>Total</u> <u>Primary Government</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<u>Revenues</u>						
Program revenues:						
Charges for Services	797	930	336	289	1,133	1,219
Operating Grants and Contributions	6,093	5,838	120	93	6,213	5,931
General revenues:						
Property Taxes	30,400	29,449			30,400	29,449
Tuition		23			-	23
Federal and State Aid	7,431	6,671			7,431	6,671
Interest and Investment Earnings	22	40			22	40
N.J.S.D.A. Grants	392				392	-
Other General Revenues	181	84	-	-	181	84
Total Revenues:	45,316	43,035	456	382	45,772	43,417
<u>Program expenses including indirect expenses</u>						
Instruction:						
Regular	18,469	19,240			18,469	19,240
Special	2,980	2,779			2,980	2,779
Other instruction	2,019	1,978			2,019	1,978
Support services:						
Tuition	4,388	3,659			4,388	3,659
Student and instruction related services	4,273	4,090			4,273	4,090
School administrative services	2,822	2,790			2,822	2,790
General and business administrative services	1,518	1,362			1,518	1,362
Plant operations and maintenance	4,463	4,684			4,463	4,684
Pupil transportation	892	739			892	739
Special schools	52	49			52	49
Interest on long-term debt	809	879			809	879
Business-type activities:						
Food Services	-	-	431	385	431	385
Total Expenses	42,685	42,249	431	385	43,116	42,634
Increase (Decrease) in Net Assets	2,631	786	25	(3)	2,656	783

THE DISTRICT'S FUNDS

Governmental Activities

Table 3

Information below compares revenues and expenditures for all governmental fund types for 2009-2010 and 2008-2009.

(\$000 omitted)

<u>Revenues by Source:</u>	<u>2009-2010</u>	<u>2008-2009</u>	<u>% Change</u>
Local Tax Levy	31,197	30,328	2.87%
Tuition Charges		23	-100.00%
Transportation Fees		13	-100.00%
Interest Earned to Investments	22	40	-45.00%
Miscellaneous	181	126	43.65%
Total - Local Sources	31,400	30,530	2.85%
State Sources	11,152	11,720	-4.85%
Federal Sources	2,372	785	202.17%
Total Revenues	<u>44,924</u>	<u>43,035</u>	4.39%

(\$000 omitted)

<u>Expenditures by Function:</u>	<u>2009-2010</u>	<u>2008-2009</u>	<u>% Change</u>
Current:			
Regular Instruction	14,438	14,931	-3.30%
Special education	2,421	2,263	6.98%
Other instruction	1,603	1,573	1.91%
Support Services and undistributed costs:			
Tuition	4,388	3,659	19.92%
Student and instruction related services	3,371	3,245	3.88%
School administrative services	2,159	2,211	-2.35%
General and Business administrative services	1,255	1,145	9.61%
Plant operations and maintenance	3,775	4,036	-6.47%
Pupil transportation	835	662	26.13%
Employee Benefits	7,496	7,520	-0.32%
Capital Outlay	998	3,325	-69.98%
Special School	41	38	7.89%
Debt Service:			
Principal	785	740	6.08%
Interest on long-term debt	818	841	-2.73%
Total Expenditures	<u>44,383</u>	<u>46,189</u>	-3.91%

Business-type Activities

District’s major Enterprise Funds consists of the Food Service program. The basic financial statements for the major funds are included in this report. Because the focus on business-type funds is a cost of service measurement or capital maintenance, we have included these funds in Table 4, which demonstrates return on ending assets and return on ending net assets.

Table 4

(\$000 omitted)

	<u>Food Service</u>
Total Assets	98
Net Assets	75
Change in Net Assets	25
Return on Ending Total Assets	25.51%
Return on Ending Net Assets	33.33%

CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets
Table 5**

**Capital Assets at Year-end
(Net of Depreciation, in thousands)**

	<u>Governmental Activities</u>		<u>Business-type Activites</u>		<u>Totals</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Buildings	5,625	5,624	-	-	5,625	5,624
Machinery and Equipment	1,419	1,351	3	-	1,422	1,351
Construction-in-progress	<u>30,397</u>	<u>29,674</u>	<u>-</u>	<u>-</u>	<u>30,397</u>	<u>29,674</u>
Subtotal	37,441	36,649	3	-	37,444	36,649
Accumulated Depreciation	<u>(4,264)</u>	<u>(4,086)</u>	<u>-</u>	<u>-</u>	<u>(4,264)</u>	<u>(4,086)</u>
Totals	<u>33,177</u>	<u>32,563</u>	<u>3</u>	<u>-</u>	<u>33,180</u>	<u>32,563</u>

This year’s major additions in the Governmental Activities included costs for planned construction.

The District’s 2010-2011 capital budget anticipates a spending level of \$367,369 for capital projects. More detailed information about the District capital assets is presented in Note III:C. to the basic financial statements

DEBT

At year – end the District had total debt of \$ 19.512 million outstanding versus \$20.297 million last year – a decrease of 3.9 percent – as shown in Table 6.

Outstanding Debt, at year –end (in thousands) Table 6

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
Serial Bonds	19,510	20,295
Temporary Notes		
Authorized but not Issued	<u>2</u>	<u>2</u>
	<u>19,512</u>	<u>20,297</u>

An analysis of District Debt is presented in Note III:D. to the basic financial statements.

BUDGETS

The variances between the originally adopted budget for the year 2009-2010, and the final budget were caused by the treatment of encumbrances that are added to the original budget. In addition, the State pension payments, which are paid by the State on behalf of employees are not budgeted, however they are counted as an expense in the audit.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the School Business Administrator, Dumont School District, 25 Depew St. Dumont, New Jersey 07628

BASIC FINANCIAL STATEMENTS

Section A
DISTRICT – WIDE FINANCIAL STATEMENTS

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Statement of Net Assets
June 30, 2010**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 1,573,118.02	\$ 30,763.99	\$ 1,603,882.01
Receivables, net	1,271,216.71	10,777.95	1,281,994.66
Interfunds receivable	1,501.64	36,679.60	38,181.24
Inventory		17,052.24	17,052.24
Restricted assets:			
Cash and cash equivalents	(206,856.59)		(206,856.59)
Capital reserve account - cash	1.00		1.00
Capital assets, net (Note III:C.):	<u>33,177,434.49</u>	<u>2,537.33</u>	<u>33,179,971.82</u>
Total Assets	<u>35,816,415.27</u>	<u>97,811.11</u>	<u>35,914,226.38</u>
LIABILITIES			
Accounts payable		23,229.90	23,229.90
Interfunds payable	36,679.60		36,679.60
Deferred revenue	112,578.35		112,578.35
Bond interest payable	234,243.75		234,243.75
Noncurrent liabilities (Note IV:B.):			
Due within one year	1,329,693.62		1,329,693.62
Due beyond one year	<u>20,516,093.68</u>	<u>-</u>	<u>20,516,093.68</u>
Total liabilities	<u>22,229,289.00</u>	<u>23,229.90</u>	<u>22,252,518.90</u>
NET ASSETS			
Invested in capital assets, net of related debt	12,906,174.19	2,537.33	12,908,711.52
Restricted for:			
Capital projects	220,780.91		220,780.91
Debt service	(229,990.33)		(229,990.33)
Other purposes	1,460,704.87		1,460,704.87
Unrestricted	<u>(770,543.37)</u>	<u>72,043.88</u>	<u>(698,499.49)</u>
Total Net Assets	<u>\$ 13,587,126.27</u>	<u>\$ 74,581.21</u>	<u>\$ 13,661,707.48</u>

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

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Statement of Activities
For the Year Ended June 30, 2010**

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	\$ 18,469,207.68	\$ -	\$ 1,674,382.00	\$ -	\$ (16,794,825.68)	\$ -	\$ (16,794,825.68)
Special education	2,979,900.90		1,234,819.66		(1,745,081.24)		(1,745,081.24)
Other instruction	2,019,074.74		160,336.39		(1,858,738.35)		(1,858,738.35)
Support services:							
Tuition	4,388,349.89		1,605,153.17		(2,783,196.72)		(2,783,196.72)
Student and instruction related services	4,272,900.58		638,462.77		(3,634,437.81)		(3,634,437.81)
School administrative services	2,821,535.74		236,423.85		(2,585,111.89)		(2,585,111.89)
General and business administrative services	1,518,283.85		91,283.60		(1,427,000.25)		(1,427,000.25)
Plant operations and maintenance	4,462,821.72		242,143.23		(4,220,678.49)		(4,220,678.49)
Pupil transportation	891,859.64		193,107.41		(698,752.23)		(698,752.23)
Special schools	51,623.64		4,110.24		(47,513.40)		(47,513.40)
Interest on long-term debt	809,382.52	796,575.52	12,807.00		-		-
Total governmental activities	42,684,940.90	796,575.52	6,093,029.32		(35,795,336.06)		(35,795,336.06)
Business-type activities:							
Food Service	431,566.60	336,132.16	120,269.45			24,835.01	24,835.01
Total business-type activities	431,566.60	336,132.16	120,269.45			24,835.01	24,835.01
Total primary government	\$ 43,116,507.50	\$ 1,132,707.68	\$ 6,213,298.77	\$ -	\$ (35,795,336.06)	\$ 24,835.01	\$ (35,770,501.05)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					\$ 29,674,983.00	\$ -	\$ 29,674,983.00
Property taxes, levied for debt service principal					725,255.48		725,255.48
Federal and State aid not restricted					7,430,659.16		7,430,659.16
Investment Earnings					22,381.37		22,381.37
Miscellaneous Income					181,028.34		181,028.34
N.J.S.D.A. Grants					392,277.00		392,277.00
Total general revenues, special items, extraordinary items and transfers					38,426,584.35		38,426,584.35
Change in Net Assets					2,631,248.29	24,835.01	2,656,083.30
Net Assets—beginning					10,955,877.98	49,746.20	11,005,624.18
Net Assets—ending					\$ 13,587,126.27	\$ 74,581.21	\$ 13,661,707.48

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

Section B
FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Balance Sheet
Governmental Funds
June 30, 2010**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 1,724,420.00	\$ (156,955.40)	\$ (206,856.59)	\$ 4,253.42	\$ 1,364,861.43
Petty cash	1,400.00				1,400.00
Interfunds receivable	2,364.64				2,364.64
Receivables from other governments	562,339.18	235,879.63	392,277.00		1,190,495.81
Other receivable	39,198.40		41,522.50		80,720.90
Restricted cash and cash equivalents	<u>1.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1.00</u>
Total Assets	<u>\$ 2,329,723.22</u>	<u>\$ 78,924.23</u>	<u>\$ 226,942.91</u>	<u>\$ 4,253.42</u>	<u>\$ 2,639,843.78</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfunds payable	\$ 36,679.60	\$ -	\$ 863.00	\$ -	\$ 37,542.60
Deferred revenue	<u>33,654.12</u>	<u>78,924.23</u>	<u>-</u>		<u>112,578.35</u>
Total Liabilities	<u>70,333.72</u>	<u>78,924.23</u>	<u>863.00</u>		<u>150,120.95</u>
Fund Balances:					
Reserved for:					
Encumbrances	1,437,806.80		5,300.00		1,443,106.80
Capital reserve account	1.00				1.00
Excess surplus	17,598.07				17,598.07
Unreserved, reported in:					
General fund	803,983.63				803,983.63
Capital projects fund			220,779.91		220,779.91
Debt service fund	<u>-</u>		<u>-</u>	<u>4,253.42</u>	<u>4,253.42</u>
Total Fund Balances	<u>2,259,389.50</u>	<u>-</u>	<u>226,079.91</u>	<u>4,253.42</u>	<u>2,489,722.83</u>
Total Liabilities and Fund Balances	<u>\$ 2,329,723.22</u>	<u>\$ 78,924.23</u>	<u>\$ 226,942.91</u>	<u>\$ 4,253.42</u>	

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:

Adjustment to Debt Service Fund net assets for the accrual of interest expense. (234,243.75)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$37,441,703.59 and the accumulated depreciation is \$4,264,269.10. 33,177,434.49

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note IV:B.) (21,845,787.30)

Net assets of governmental activities \$ 13,587,126.27

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

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Statement of Revenues, Expenditures, And Changes In Fund Balances
Governmental Funds
For the Year Ended June 30, 2010

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Capital</u> <u>Projects</u> <u>Fund</u>	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
REVENUES					
Local sources:					
Local tax levy	\$ 29,674,983.00	\$ -	\$ -	\$ 1,521,831.00	\$ 31,196,814.00
Interest earned on investments	22,076.14		305.23		22,381.37
Miscellaneous	<u>181,028.34</u>		<u>-</u>	<u>-</u>	<u>181,028.34</u>
Total - Local Sources	29,878,087.48	-	305.23	1,521,831.00	31,400,223.71
State sources	11,139,337.58			12,807.00	11,152,144.58
Federal sources	<u>1,307,479.20</u>	<u>1,064,064.70</u>	<u>-</u>	<u>-</u>	<u>2,371,543.90</u>
Total Revenues	<u>42,324,904.26</u>	<u>1,064,064.70</u>	<u>305.23</u>	<u>1,534,638.00</u>	<u>44,923,912.19</u>
EXPENDITURES					
Current:					
Regular instruction	14,304,527.94	133,542.34			14,438,070.28
Special education instruction	1,871,767.59	549,728.85			2,421,496.44
Other instruction	1,603,467.02				1,603,467.02
Support services and undistributed costs:					
Tuition	4,388,349.89				4,388,349.89
Student and instruction related services	3,051,049.34	320,011.56			3,371,060.90
School administrative services	2,158,532.14				2,158,532.14
General and business administrative services	1,254,889.10				1,254,889.10
Plant operations and maintenance	3,775,097.62				3,775,097.62
Pupil transportation	834,998.73				834,998.73
Unallocated benefits	7,470,833.37	24,800.00			7,495,633.37
Special schools	40,643.70				40,643.70
Capital outlay	238,459.49	35,981.95	723,668.34		998,109.78
Debt service:					
Principal				785,000.00	785,000.00
Interest and other charges	-	-	-	818,095.00	818,095.00
Total Expenditures	<u>40,992,615.93</u>	<u>1,064,064.70</u>	<u>723,668.34</u>	<u>1,603,095.00</u>	<u>44,383,443.97</u>
Excess (Deficiency) of revenues over expenditures					
	<u>1,332,288.33</u>	<u>-</u>	<u>(723,363.11)</u>	<u>(68,457.00)</u>	<u>540,468.22</u>
OTHER FINANCING SOURCES AND (USES)					
N.J.S.D.A. Grants			392,277.00		392,277.00
Lease-Purchase Agreements			456,750.00		456,750.00
Transfers in	-			305.23	305.23
Transfers (out)	-		(305.23)	-	(305.23)
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>848,721.77</u>	<u>305.23</u>	<u>849,027.00</u>
Net change in fund balances	1,332,288.33	-	125,358.66	(68,151.77)	1,389,495.22
Fund Balance—July 1	<u>927,101.17</u>	<u>-</u>	<u>100,721.25</u>	<u>72,405.19</u>	<u>1,100,227.61</u>
Fund Balance—June 30	<u>\$ 2,259,389.50</u>	<u>\$ -</u>	<u>\$ 226,079.91</u>	<u>\$ 4,253.42</u>	<u>\$ 2,489,722.83</u>

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

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2010**

Total net change in fund balances - governmental funds (from B-2) **\$ 1,389,495.22**

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The difference in accrued interest is an addition in the reconciliation. (+)

	Interest paid	\$ 818,095.00	
	Interest accrued	<u>(809,382.52)</u>	
			8,712.48

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.

	Depreciation expense	(178,508.52)	
	Capital outlays (exclusive of capital lease principal payments)	<u>792,800.62</u>	
			614,292.10

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-)

			-
			61,078.00

Payment of long-term liability principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

	Debt principal	785,000.00	
	Capital lease principal	229,420.49	

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

	Proceeds of long-term debt		
	Capital lease proceeds	(456,750.00)	

Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)

			-
Change in net assets of governmental activities			<u>\$ 2,631,248.29</u>

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

PROPRIETARY FUNDS

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Statement of Net Assets
Proprietary Funds
June 30, 2010**

	Business-type Activities - Enterprise Funds	
	<u>Food Service</u>	<u>Totals</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 30,763.99	\$ 30,763.99
Accounts receivable	10,777.95	10,777.95
Interfund receivables	36,679.60	36,679.60
Inventories	<u>17,052.24</u>	<u>17,052.24</u>
Total Current Assets	<u>95,273.78</u>	<u>95,273.78</u>
Noncurrent assets:		
Furniture, machinery and equipment	2,768.00	2,768.00
Less accumulated depreciation	<u>(230.67)</u>	<u>(230.67)</u>
Total Noncurrent Assets	<u>2,537.33</u>	<u>2,537.33</u>
Total Assets	<u>97,811.11</u>	<u>97,811.11</u>
LIABILITIES		
Current Liabilities:		
Accounts payable	<u>23,229.90</u>	<u>23,229.90</u>
Total Current Liabilities	<u>23,229.90</u>	<u>23,229.90</u>
Total Liabilities	<u>23,229.90</u>	<u>23,229.90</u>
NET ASSETS		
Invested in capital assets, net of related debt	2,537.33	2,537.33
Unrestricted	<u>72,043.88</u>	<u>72,043.88</u>
Total Net Assets	<u>\$ 74,581.21</u>	<u>\$ 74,581.21</u>

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

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2010

	Business-type Activities - Enterprise Funds	
	<u>Food Service</u>	<u>Totals</u>
Operating Revenues:		
Charges for services:		
Daily sales - reimbursable programs	\$ 94,117.00	\$ 94,117.00
Daily sales - non-reimbursable programs	242,015.16	242,015.16
Total Operating Revenues	<u>336,132.16</u>	<u>336,132.16</u>
Operating Expenses:		
Cost of sales	200,872.15	200,872.15
Salaries	117,208.45	117,208.45
Employee benefits	43,737.18	43,737.18
Management Fee	18,764.49	18,764.49
Other purchased professional services	10,025.65	10,025.65
Cleaning, repair and maintenance services	7,075.43	7,075.43
General supplies	33,652.58	33,652.58
Depreciation	230.67	230.67
Total Operating Expenses	<u>431,566.60</u>	<u>431,566.60</u>
Operating Income (Loss)	<u>(95,434.44)</u>	<u>(95,434.44)</u>
Nonoperating Revenues (Expenses):		
State sources:		
State school lunch program	5,397.14	5,397.14
Federal sources:		
National school lunch program	84,556.94	84,556.94
Food distribution program	30,315.37	30,315.37
Total Nonoperating Revenues (Expenses)	<u>120,269.45</u>	<u>120,269.45</u>
Income (loss) before contributions and transfers	24,835.01	24,835.01
Transfers in (out)	-	-
Change in net assets	24,835.01	24,835.01
Total Net Assets—Beginning	<u>49,746.20</u>	<u>49,746.20</u>
Total Net Assets—Ending	<u>\$ 74,581.21</u>	<u>\$ 74,581.21</u>

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

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2010**

	Business-type Activities - Enterprise Funds	
	Food Service	Totals
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 314,360.38	\$ 314,360.38
Payments to employees	(117,208.45)	(117,208.45)
Payments for employee benefits	(43,737.18)	(43,737.18)
Payments to suppliers	<u>(266,109.65)</u>	<u>(266,109.65)</u>
Net cash provided by (used for) operating activities	<u>(112,694.90)</u>	<u>(112,694.90)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	5,397.14	5,397.14
Federal Sources	<u>114,872.31</u>	<u>114,872.31</u>
Net cash provided by (used for) non-capital financing activities	<u>120,269.45</u>	<u>120,269.45</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	<u>(2,768.00)</u>	<u>(2,768.00)</u>
Net cash provided by (used for) capital and related financing activities	<u>(2,768.00)</u>	<u>(2,768.00)</u>
Net increase (decrease) in cash and cash equivalents	4,806.55	4,806.55
Balances—beginning of year	<u>25,957.44</u>	<u>25,957.44</u>
Balances—end of year	<u>\$ 30,763.99</u>	<u>\$ 30,763.99</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ (95,434.44)	\$ (95,434.44)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
(Increase) decrease in accounts receivable, net	(21,771.78)	(21,771.78)
(Increase) decrease in inventories	(9,082.72)	(9,082.72)
Increase (decrease) in accounts payable	<u>13,363.37</u>	<u>13,363.37</u>
Total adjustments	<u>(17,491.13)</u>	<u>(17,491.13)</u>
Net cash provided by (used for) operating activities	<u>\$ (112,925.57)</u>	<u>\$ (112,925.57)</u>

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

FIDUCIARY FUNDS

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010**

	Unemployment Compensation <u>Trust</u>	Private Purpose Scholarship <u>Fund</u>	Agency <u>Fund</u>
ASSETS			
Cash and cash equivalents	\$ 34,534.42	\$ 24,972.35	\$ 521,900.07
Total Assets	<u>\$ 34,534.42</u>	<u>\$ 24,972.35</u>	<u>\$ 521,900.07</u>
LIABILITIES			
Payable to district			\$ 1,501.64
Payable to student groups			139,237.96
Payroll deductions and withholdings			<u>381,160.47</u>
Total Liabilities			<u>\$ 521,900.07</u>
NET ASSETS			
Held in trust for unemployment claims and other purposes	<u>\$ 34,534.42</u>		
Reserved for scholarships		<u>\$ 24,972.35</u>	

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

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2010**

	Unemployment Compensation <u>Trust</u>	Private Purpose Scholarship <u>Fund</u>
ADDITIONS		
Contributions:		
Plan member	\$ 8,395.98	\$ -
Other	-	7,275.00
Total Contributions	<u>8,395.98</u>	<u>7,275.00</u>
Investment earnings:		
Interest	<u>291.03</u>	<u>236.17</u>
Net investment earnings	<u>291.03</u>	<u>236.17</u>
Total Additions	<u>8,687.01</u>	<u>7,511.17</u>
DEDUCTIONS		
Unemployment claims	111,249.75	
Scholarships awarded	-	10,175.00
Total Deductions	<u>111,249.75</u>	<u>10,175.00</u>
Change in Net Assets	(102,562.74)	(2,663.83)
Net Assets—beginning	<u>137,097.16</u>	<u>27,636.18</u>
 Net Assets—ending	 <u>\$ 34,534.42</u>	 <u>\$ 24,972.35</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies

A. Basis of Presentation

The financial statements of the Board of Education (Board) of the Borough of Dumont School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District is required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the District has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the District has chosen not to do so. The more significant accounting policies established in GAAP and used by the District are discussed below.

In June 1999, the GASB issued Statement No. 34, Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments. This Statement established new financial reporting requirements for state and local governments throughout the United States. It required new information and restructuring much of the information that governments had presented in the past. The District began implementing these standards for the fiscal year ending June 30, 2003.

Other GASB Statements were also required to be implemented in conjunction with GASB Statements No. 34. Therefore, the District implemented for the fiscal year ending June 30, 2003, Statement No. 37 – Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments: Omnibus, and Statement No. 38 – Certain Financial Statement Note Disclosures.

B. Reporting Entity

The Borough of Dumont School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

B. Reporting Entity (Continued)

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

C. Basic Financial Statements- Government-Wide Statements

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the 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. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

D. Basic Financial Statements- Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

D. Basic Financial Statements- Fund Financial Statements (Continued)

The following fund types are used by the District:

Governmental Fund Types

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

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

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

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

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

Capital Projects Fund – The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specially 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.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

D. Basic Financial Statements- Fund Financial Statements (Continued)

Proprietary Fund Type

The focus of Proprietary Fund measurement is upon determination of net income, changes in net assets, 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 Funds – The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the District is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the District has decided that the 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.

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:

Food Service Fund:	
Equipment	12 Years
Light Trucks and Vehicle	4 Years
Heavy Trucks and Vehicle	6 Years

Fiduciary Fund Types

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net assets and changes in net assets and are reported using accounting principles similar to proprietary funds.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (Unemployment Compensation, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

E. Measurement Focus and Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include state and federal aid, property taxes, grants entitlements and donations.

Government funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

F. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Appropriation of additional revenues in the amount of \$41,380.00 and prior year encumbrances in the amount of \$556,796.12 were made during the year ended June 30, 2010. The significant budget transfers and amendments approved in the school year are presented on Exhibit C-1.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

F. Budgets/Budgetary Control (Continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of legally mandated revenue recognition of the one or more June state aid payments 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.

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 reconciliation of the general and special revenue funds from the budgetary basis of accounting to the GAAP basis of accounting is presented on Exhibit C-3.

G. Assets, Liabilities and Fund Equity

1. Deposits and Investments

Deposits are cash and cash equivalents including 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. Other than Certificates of Deposit, deposits with maturities of greater than three months are considered to be Investments. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

2. 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.

3. Inventories

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

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

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

G. Assets, Liabilities and Fund Equity (Continued)

4. Capital Assets

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on the following assets is provided on the straight – line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and Equipment	5-10 years
Land Improvements	10-20 years
Other Infrastructure	10-50 years

Land and Construction in Progress are not depreciated.

GASB No. 34 requires the District to report and depreciate new infrastructure assets effective with the beginning of the current year. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal years ending in 2006.

5. Compensated Absences

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will pay for the compensated absences. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government – wide presentations. (See Note IX)

6. Deferred Revenue

Deferred revenue in the special revenue fund represents cash which has been received but not yet earned. See Note I(F) regarding the special revenue fund.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note I: Summary of Significant Accounting Policies (Continued)

G. Assets, Liabilities and Fund Equity (Continued)

7. Long – term Obligations

Long – term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long – term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government – wide presentations.

8. Fund Equity

Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

9. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note II: Reconciliation of Government Wide and Fund Financial Statements

Explanation of Differences between Governmental Funds Balance Sheet and the Statement of Net Assets

"Total fund balances" of the District's governmental funds in B-1 differs from "net assets" of governmental activities reported in the statement of net assets in A-1. This difference primarily results from the long - term economic focus of the statement of net assets versus the current financial resources focus of the governmental fund balance sheets.

	<u>Balance Sheet/Statement of Net Assets</u>			<u>Statement</u>
<u>Assets</u>	<u>Total</u>	<u>Long - term</u>	<u>Reclassifications</u>	<u>of Net</u>
	<u>Governmental</u>	<u>Assets</u>	<u>and Eliminations</u>	<u>Totals</u>
	<u>Funds</u>	<u>Liabilities (L)</u>	<u></u>	<u></u>
Cash and cash equivalents	\$ 1,366,261.43	\$ -	\$ 206,856.59	\$ 1,573,118.02
Receivables, net			1,271,216.71	1,271,216.71
Interfund Receivables	2,364.64		(863.00)	1,501.64
Receivables from Other Governments	1,190,495.81		(1,190,495.81)	-
Other Receivables	80,720.90		(80,720.90)	-
Restricted assets:				
Cash and cash equivalents			(206,856.59)	(206,856.59)
Capital Reserve Account - cash	1.00			1.00
Capital Assets, net	-	33,177,434.49	-	33,177,434.49
Total Assets	<u>\$ 2,639,843.78</u>	<u>\$ 33,177,434.49</u>	<u>\$ (863.00)</u>	<u>\$ 35,816,415.27</u>
<u>Liabilities</u>				
Interfunds Payable	\$ 37,542.60	\$ -	\$ (863.00)	\$ 36,679.60
Deferred Revenue	112,578.35			112,578.35
Bond Interest Payable			234,243.75	234,243.75
Noncurrent Liabilities	-	20,271,260.30	1,574,527.00	21,845,787.30
Total Liabilities	<u>150,120.95</u>	<u>20,271,260.30</u>	<u>1,807,907.75</u>	<u>22,229,289.00</u>
<u>Fund Balances/Net Assets</u>				
<u>Net Assets</u>				
Invested in capital assets, net of related debt		12,906,174.19		12,906,174.19
Restricted for:				
Capital projects	220,780.91			220,780.91
Debt Service	4,253.42		(234,243.75)	(229,990.33)
Other purposes	1,460,704.87			1,460,704.87
Unrestricted	803,983.63	-	(1,574,527.00)	(770,543.37)
Total Fund Balances/Net Assets	<u>2,489,722.83</u>	<u>12,906,174.19</u>	<u>(1,808,770.75)</u>	<u>13,587,126.27</u>
Total Liabilities and Fund Balances/Net Assets	<u>\$ 2,639,843.78</u>	<u>\$ 33,177,434.49</u>	<u>\$ (863.00)</u>	<u>\$ 35,816,415.27</u>

1. When Capital Assets (land, buildings, equipment) that are to be used in governmental activities are purchased or constructed, the cost of those assets are reported as expenditures in governmental funds. However, the statement of net assets includes those capital assets among the assets of the District as a whole.

Cost of capital assets	\$ 37,441,703.59
Accumulated depreciation	<u>(4,264,269.10)</u>
	<u>\$ 33,177,434.49</u>

Long - term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long - term are reported in the of net assets.

Serial Bonds	\$ 19,510,000.00
Capital Leases	761,260.30
Compensated Absences	<u>1,574,527.00</u>
	<u>\$ 21,845,787.30</u>

Adjustment to Debt Service Fund net assets for the accrual of interest expence.

\$ (234,243.75)

**BOARD OF EDUCATION
BOROUGH OF DUMONT**

**NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010**

Note II: Reconciliation of Government Wide and Fund Financial Statements (Continued)

Explanation of Differences between Governmental Funds Operating Statement of Activities

The "net change in fund balances" for governmental funds in B-2 differs from the "change in net assets" for governmental activities reported in the statement of activities in A-2. The difference arise primarily for the long - term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

Statement of Revenues, Expenditures, and Changes in Fund Balance/Statement of Activities

Revenues and Other Sources	Total Governmental Funds	Long - term Revenue, Expenses (2)	Capital Related Items (3)	Long - term Debt Transactions (4)	Reclassifications and Eliminations (5)	Statement of Activities Totals
Local Tax Levy	\$ 31,196,814.00	\$ -	\$ -	\$ -	\$ -	\$ 31,196,814.00
Interest Earned on Investments	22,381.37					22,381.37
Miscellaneous	181,028.34					181,028.34
State Sources	11,152,144.58					11,152,144.58
Federal Sources	2,371,543.90	-	-	-	-	2,371,543.90
Total	\$ 44,923,912.19	\$ -	\$ -	\$ -	\$ -	\$ 44,923,912.19
Expenditures						
Current:						
Regular instruction	14,438,070.28		101,367.03	(154,954.00)	4,084,724.37	18,469,207.68
Special education	2,421,496.44		6,643.87	4,258.00	547,502.59	2,979,900.90
Other instruction	1,603,467.02		1,782.60	(14,492.00)	428,317.12	2,019,074.74
Support Services and undistributed costs:						
Tuition	4,388,349.89					4,388,349.89
Student and instruction related services	3,371,060.90		2,306.07	48,834.00	850,699.61	4,272,900.58
School administrative services	2,158,532.14		1,720.07	29,709.00	631,574.53	2,821,535.74
General and business administrative services	1,254,889.10		10,215.88	9,327.00	243,851.87	1,518,283.85
Plant operations and maintenance	3,775,097.62		24,631.00	16,240.00	646,853.10	4,462,821.72
Pupil transportation	834,998.73		29,842.00	(24,111.33)	51,130.24	891,859.64
Unallocated Benefits	7,495,633.37				(7,495,633.37)	-
Special Schools	40,643.70				10,979.94	51,623.64
Capital Outlay	998,109.78		(792,800.62)	(205,309.16)		-
Debt Service:						
Principal	785,000.00			(785,000.00)		-
Interest	818,095.00	(8,712.48)	-	-		809,382.52
Total	44,383,443.97	(8,712.48)	(614,292.10)	(1,075,498.49)	-	42,684,940.90
Other Financing Uses/Changes in Net Assets:						
N.J.S.D.A. Grants	392,277.00					392,277.00
Lease-Purchase Agreement	456,750.00			(456,750.00)		-
Total	849,027.00	-	-	(456,750.00)	-	392,277.00
Net Change for the Year	\$ 1,389,495.22	\$ 8,712.48	\$ 614,292.10	\$ 618,748.49	\$ -	\$ 2,631,248.29

2. In the statement of activities, interest on long - term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliations. (+) \$ 8,712.48

3. Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount which capital outlays exceeded depreciation in the period.

Depreciation expense	\$ (178,508.52)
Capital outlays (exclusive of capital lease payments)	792,800.62
	\$ 614,292.10

3. In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (-)

4. In the statement of activities, certain operating expenses, e.g. compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-), when the paid amount exceeds the earned amount the differences is an addition to the reconciliation (+). \$ 61,078.00

Payment of long-term liability principal is an expenditure in the government funds, but the payment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.

Debt principal	785,000.00
Capital lease principal	229,420.49
	\$ 1,075,498.49

4. Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities, issuing debt increases long - term liabilities in the statement of net assets.

Proceeds of long - term debt	\$ -
Capital lease proceeds	(456,750.00)
	\$ (456,750.00)

5. Allocate Benefits expenditures

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note III: Detailed Disclosure Regarding Assets and Revenues

A. Deposits and Investments

Deposits

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

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

At June 30, 2010 the Borough of Dumont School District's cash and cash equivalent's amounted to \$2,508,231.57. Of this amount, \$250,000.00 was covered by federal depository insurance (F.D.I.C.) and \$2,225,432.88 was covered by a collateral pool maintained by the banks as required by GUDPA. Deposits in the amount of \$32,798.69 are in the Municipal Bond Investors Service Corporation account. The portfolio of these investment pools are limited to bonds, certain repurchase agreements or other obligations of, or guaranteed by the United States of America.

At June 30, 2010 the Borough of Dumont School District had no participation in the State of New Jersey Cash Management Fund.

GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires the disclosure of bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Borough of Dumont School District will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party.

As of June 30, 2010, \$32,798.69 of the Borough of Dumont School District's cash and cash equivalents of \$2,508,231.57 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$
Uninsured and collateral held by public depository or by its' trust department not in the Borough of Dumont School District's name	<u>32,789.69</u>
	<u>\$32,789.69</u>

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note III: Detailed Disclosure Regarding Assets and Revenues (Continued)

A. Deposits and Investments (Continued)

Investments

New Jersey statutes (N.J.S.A. 18A:20-37) permit the Borough of Dumont School District to purchase the following types of securities:

a. When authorized by resolution adopted by a majority vote of all its members the board of education of any school district may use moneys which may be in hand for the purchase of the following types of securities which, if suitable for registry, may be registered in the name of the school district;

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

(2) Government money market mutual funds;

(3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

(4) Bonds or other obligations of the school district or bonds or other obligations of local unit or units within which the school district is located;

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of the Treasury for investment by school district;

(6) Local government investment pools;

(7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4) or

(8) Agreements for the repurchase of fully collateralized securities, if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a;

(b) the custody of collateral is transferred to a third party;

(c) the maturity of the agreement is not more than 30 days;

(d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41) and for which a master repurchase agreement providing for the custody and security of collateral is executed.

The Borough of Dumont School District had no investments as described in Note I:G.1 at June 30, 2010.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note III: Detailed Disclosure Regarding Assets and Revenues (Continued)

B. Interfund Receivables and Payables

As of June 30, 2010, interfund receivables and payables resulting from various interfund transactions were as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 2,364.64	\$ 36,679.60
Capital Projects Fund		863.00
Enterprise Fund	36,679.60	
Trust and Agency Fund		<u>1,501.64</u>
	<u>\$39,004.24</u>	<u>\$39,004.24</u>

New Jersey statute requires that interest earned on the investments in capital projects fund be credited to the general fund or debt service based on Board resolution. In accordance with Board resolution, accrued interest as of June 30, 2010 in the amount of \$305.23 was transferred to the debt service fund to offset future principal payments to bondholders.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note III: Detailed Disclosure Regarding Assets and Revenues (Continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Construction in Progress	\$ 29,673,677.35	\$ 723,668.34	\$ -	\$ 30,397,345.69
Total Capital assets not being depreciated	<u>29,673,677.35</u>	<u>723,668.34</u>	<u>-</u>	<u>30,397,345.69</u>
Buildings and Improvements	5,623,812.89	1,200.00		5,625,012.89
Machinery and Equipment	1,351,412.73	67,932.28	-	1,419,345.01
Totals at historical cost	<u>6,975,225.62</u>	<u>69,132.28</u>	<u>-</u>	<u>7,044,357.90</u>
Less accumulated depreciation for:				
Buildings and Improvements	(3,096,165.76)	(86,003.44)		(3,182,169.20)
Machinery and Equipment	(989,594.82)	(92,505.08)		(1,082,099.90)
Total accumulated depreciation	<u>(4,085,760.58)</u>	<u>(178,508.52)</u>	(1) -	<u>(4,264,269.10)</u>
Net capital assets being depreciated	<u>2,889,465.04</u>	<u>(109,376.24)</u>	<u>-</u>	<u>2,780,088.80</u>
Governmental activities capital assets, net	<u>\$ 32,563,142.39</u>	<u>\$ 614,292.10</u>	<u>\$ -</u>	<u>\$ 33,177,434.49</u>
Business - type activities:				
Equipment		2,768.00		2,768.00
Less accumulated depreciation	-	(230.67)	-	(230.67)
Business - type activities capital assets, net	<u>-</u>	<u>2,537.33</u>	<u>-</u>	<u>2,537.33</u>

(1) Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 101,367.03
Special Education	6,643.87
Other Instruction (Athletic)	1,782.60
Student and Instruction Related Services	2,306.07
School Administrative Services	1,720.07
General and Business Administrative Services	10,215.88
Plant Operations and Maintenance	24,631.00
Pupil Transportation	29,842.00
	<u>\$ 178,508.52</u>

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note IV: Detailed Disclosures Regarding Liabilities and Expenses/Expenditures

A. Operating Leases

The District has commitments to lease computer equipment and copiers under operating leases which expire in 2013. Total operating lease payments made during the year ended June 30, 2010 were \$188,093.18. Future minimum lease payments are as follows:

<u>Year Ended</u>	<u>Amount</u>
June 30, 2011	\$ 163,281.72
June 30, 2012	138,309.24
June 30, 2013	<u>48,881.84</u>
 Total future minimum lease	 <u>\$ 350,472.80</u>

B. Long - Term Liabilities

Long - Term liability activity for the year ended June 30, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Payments</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental activities:					
Long - Term debt:					
Serial Bonds	\$ 20,295,000.00	\$ -	\$ (785,000.00)	\$ 19,510,000.00	\$ 990,000.00
Total debt payable	<u>20,295,000.00</u>	<u>-</u>	<u>(785,000.00) (1)</u>	<u>19,510,000.00</u>	<u>990,000.00</u>
Other liabilities:					
Compensated absences	1,635,605.00	34,312.50	(95,390.50)	1,574,527.00	114,912.50
Capital leases	533,930.79	456,750.00	(229,420.49)	761,260.30	224,781.12
Total other liabilities	<u>2,169,535.79</u>	<u>491,062.50</u>	<u>(324,810.99) (2)</u>	<u>2,335,787.30</u>	<u>339,693.62</u>
Governmental activities long - term liabilities	<u>\$ 22,464,535.79</u>	<u>\$ 491,062.50</u>	<u>\$ (1,109,810.99)</u>	<u>\$ 21,845,787.30</u>	<u>\$ 1,329,693.62</u>

(1) Paid by debt service fund

(2) Paid by general fund

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note IV: Detailed Disclosure Regarding Liabilities and Expenses/Expenditures (Continued)

B. Long - Term Liabilities (Continued)

1. Bonds Payable

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

Serial Bonds outstanding as of June 30, 2010 consisted of the following:

<u>Description</u>	<u>Interest Rate</u>	<u>Due Date</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
School Bonds of 2001	Various	5/15	5/15/21	\$ 1,700,000.00	\$ 1,100,000.00
School Bonds of 2005	Various	3/15	3/15/25	18,250,000.00	15,055,000.00
School Bonds of 2009	Various	2/1	2/1/24	<u>3,355,000.00</u>	<u>3,355,000.00</u>
				<u>\$ 23,305,000.00</u>	<u>\$ 19,510,000.00</u>

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

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 990,000.00	\$ 785,995.00	\$ 1,775,995.00
2012	1,035,000.00	747,395.00	1,782,395.00
2013	1,090,000.00	707,095.00	1,797,095.00
2014	1,140,000.00	664,607.50	1,804,607.50
2015	1,190,000.00	620,220.00	1,810,220.00
2016	1,265,000.00	573,932.50	1,838,932.50
2017	1,320,000.00	524,657.50	1,844,657.50
2018	1,385,000.00	473,282.50	1,858,282.50
2019	1,460,000.00	419,062.50	1,879,062.50
2020	1,525,000.00	361,502.50	1,886,502.50
2021	1,560,000.00	298,085.00	1,858,085.00
2022	1,455,000.00	232,705.00	1,687,705.00
2023	1,465,000.00	172,195.00	1,637,195.00
2024	1,470,000.00	111,000.00	1,581,000.00
2025	<u>1,160,000.00</u>	<u>49,300.00</u>	<u>1,209,300.00</u>
	<u>\$19,510,000.00</u>	<u>\$ 6,741,035.00</u>	<u>\$26,251,035.00</u>

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note IV: Detailed Disclosure Regarding Liabilities and Expenses/Expenditures (Continued)

B. Long – Term Liabilities (Continued)

2. Temporary Notes

As of June 30, 2010 the Board had no Temporary Notes.

3. Bonds Authorized But Not Issued

As of June 30, 2010 the Board had authorized but not issued bonds in the amount of \$1,464.40.

4. Capital Leases Payable

The District is leasing School Buses, Roof, HVAC, CAD Room, Facade, and Rotary Mower, totaling \$806,836.73 under capital leases. All capital leases are for terms of five to seven years. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2010.

<u>Year</u>	<u>Amount</u>
2011	246,721.05
2012	246,721.05
2013	219,559.95
2014	96,626.52
	<hr/>
Total minimum lease payments	809,628.57
Less: Amount representing interest	48,368.27
	<hr/>
Present value of net minimum Lease payments	<u>\$ 761,260.30</u>

Note V: Detailed Disclosure Regarding Fund Equity

A. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L.2004, C.73 (S1701), the designation for Reserved Fund Balance—Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2010 is \$17,598.07. The reserved fund balance of \$17,598.07 will be appropriated in the fiscal year 2011-2012.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note V: Detailed Disclosure Regarding Fund Equity(Continued)

B. Capital Reserve Account

A capital reserve account was established by the Borough of Dumont School District Board of Education by inclusion of \$1.00 on September 21, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

The June 30, 2010 LRFP balance of local support costs of uncompleted capital projects at June 30, 2010 is \$28,460,454.00.

Note VI: 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 New Jersey Division of Pensions and Benefits. The Teachers' Pension and Annuity Fund retirement system is considered a cost sharing plan with special funding situations 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 PERS is considered a cost sharing multiple-employer defined benefit plan.

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

The Teachers' Pension and Annuity Fund (TPAF) was established in January 1955, under the provisions of N.J.S.A. 18:66 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 post – retirement health care coverage.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note VI: Pension Plans (Continued)

Description of Systems (Continued)

According to the state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement systems terminate. The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits issues a publicly available financial report that includes the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

Retirement Benefits

For PERS and TPAF employees, the benefits will be 1/55 of the average of the three highest years compensation for each year of service. However, for PERS and TPAF who are veterans of the U.S. armed forces, the benefits will be 1/55 of final compensation for each year of service.

Significant Legislation

P.L. 2009, c.19, effective March 17, 2009 provides an option for local employers to contribute 50 percent of the normal and accrued liability contribution amounts certified by the PERS for payments due in State fiscal year 2009. This law also provides that a local employer may pay 100 percent of the required contribution. Such an employer will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries for PERS will determine the unfunded liability of the retirement system, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the State fiscal year ending June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

P.L.2008, c.89, effective November 1, 2008, increased the TPAF and PERS eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008; changed the early retirement provisions; increased the minimum annual compensation required for membership eligibility for new members on or after the effective date of this law.

P.L. 2007, c.103, certain parts effective July 1, 2007, provided for the following: changed employee contribution rates of TPAF, State PERS, and DCRP to 5.5 percent of annual compensation; imposed an annual maximum wage contribution base and a new retirement age to new employees; implemented changes to State Health Benefits Program (SHBP) and established an employee contribution of 1.5 percent of the employee's base salary.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note VI: Pension Plans (Continued)

Contribution Requirements

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan member and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. The pension funds provide for employee contributions based on 5.5 percent for TPAF and 5.5 percent for PERS of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in all Funds. The actuarially determined employer contribution includes funding for cost-of living adjustments and noncontributory death benefits in the TPAF and PERS. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums.

During the year ended June 30, 2009, for TPAF, which is a cost sharing plan with special funding situations, the annual pension cost differs from the annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, annual pension cost equals contributions made.

Contributions – Actual

The District's total payroll for the year ended June 30, 2010 was \$25,758,968.97 and covered payroll was \$19,764,583.00 for TPAF and \$4,078,780.00 for PERS. Contributions to the TPAF and the PERS for the years ended June 30, 2008, 2009 and 2010 made by the employees, the Board, and the State of New Jersey on behalf of the Board were as follows:

		TPAF	Percent of Covered Payroll	PERS	Percent of Covered Payroll
Employees	6/30/08	1,054,900.29	5.557%	195,176.38	5.75%
	6/30/09	1,112,669.65	5.60%	222,398.83	5.79%
	6/30/10	1,099,227.31	5.56%	231,628.64	5.68%
Board of Education	6/30/08	N/A	N/A	165,934.40	4.89%
	6/30/09	N/A	N/A	250,847.00	6.53%
	6/30/10	N/A	N/A	258,675.00	6.34%
State of New Jersey	6/30/08	2,969,306.00	15.69%	N/A	N/A
	6/30/09	1,281,067.00	6.45%	N/A	N/A
	6/30/10	1,307,913.00	6.62%	N/A	N/A

In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,488,721.58 during the year ended June 30, 2010 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount and the State of New Jersey's Contribution to the TPAF have been included in the basic financial statements and the budgetary comparison schedule – General Fund as a revenue and expenditure in accordance with GASB 24.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note VII: Post-Retirement Medical Benefits

P.L. 1987, c.384 and P.L. 1990, c.6 required the Teachers' Pension and Annuity Fund and the Public Employees' Retirement System, respectively, to fund post-retirement medical benefits for those employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2009, there were 84,590 retirees receiving post-retirement medical benefits and the state contributed \$837.7 million on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical benefits changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c.126 which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$116.9 million toward Chapter 126 benefits for 13,320 eligible retired members in Fiscal Year 2009.

Note VIII: Risk Management

New Jersey Unemployment Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2009-2010	\$ -0-	\$ 8,395.98	\$ 111,249.75	\$ 34,534.42
2008-2009	-0-	45,299.22	85,762.23	137,097.16
2007-2008	-0-	48,332.95	65,824.47	175,878.75

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.

The District is a member of the Northeast Bergen County School Board Insurance Group (the "Group").

The Group is both an insured and self-administered group of school districts established for the purpose of providing certain low-cost workers' compensation coverage for member school districts in order to keep local property taxes at a minimum. The District pays an annual assessment to the Group and should it be determined that payments received by the Group are deficient, additional assessments may be levied. Additionally, the Group maintains a contract of excess insurance with a commercial reinsurer to secure the payment of benefits.

The District continues to carry commercial insurance coverage for accident insurance and health and medical insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

BOARD OF EDUCATION
BOROUGH OF DUMONT

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

Note IX: Compensated Absences

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after 15 years of service.

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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2010, no liability existed for compensated absences in the Food Service Fund.

**REQUIRED SUPPLEMENTARY INFORMATION -
PART II**

Section C

BUDGETARY COMPARISON SCHEDULES

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual	
REVENUES:						
Local Sources:						
Local Tax Levy	\$ 29,674,983.00	\$ -	\$ 29,674,983.00	\$ 29,674,983.00	\$ -	
Interest Eamed on Investments	30,000.00	-	30,000.00	22,076.14	(7,923.86)	
Miscellaneous	89,000.00	41,380.00	130,380.00	181,028.34	50,648.34	
Total - Local Sources	29,793,983.00	41,380.00	29,835,363.00	29,876,087.48	42,724.48	
State Sources:						
Equalization Aid	5,896,937.00	-	5,896,937.00	5,896,937.00	-	
Categorical Transportation Aid	262,205.00	-	262,205.00	173,090.00	(89,115.00)	
Categorical Special Education Aid	1,825,872.00	-	1,825,872.00	1,825,872.00	-	
Categorical Security Aid	234,738.00	-	234,738.00	234,738.00	-	
Extraordinary Aid	229,332.00	-	229,332.00	488,272.00	258,940.00	
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	1,307,913.00	1,307,913.00	
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	1,488,721.58	1,488,721.58	
Total State Sources	8,249,084.00	-	8,249,084.00	11,215,543.58	2,966,459.58	
Federal Sources:						
Medicaid Reimbursement	10,805.00	-	10,805.00	325.20	(10,479.80)	
American Recovery and Reinvestment Act: Education Stabilization Fund	1,258,438.00	-	1,258,438.00	1,258,438.00	-	
Government Services Fund	48,716.00	-	48,716.00	48,716.00	-	
Total - Federal Sources	1,317,959.00	-	1,317,959.00	1,307,479.20	(10,479.80)	
Total Revenues	39,361,026.00	41,380.00	39,402,406.00	42,401,110.26	2,998,704.26	
EXPENDITURES:						
Current Expense:						
Regular Programs - Instruction						
Preschool/Kindergarten - Salaries of Teachers	110-100-101	730,850.00	-	730,850.00	704,241.00	26,609.00
Grades 1-5 - Salaries of Teachers	120-100-101	4,580,713.00	-	4,580,713.00	4,416,616.37	164,096.63
Grades 6-8 - Salaries of Teachers	130-100-101	4,066,850.00	(89,115.00)	3,977,735.00	3,851,056.12	126,678.88
Grades 9-12 - Salaries of Teachers	140-100-101	4,959,235.00	(223,335.00)	4,735,900.00	4,461,219.79	274,680.21
Regular Programs - Home Instruction:						
Salaries of Teachers	150-100-101	40,000.00	-	40,000.00	38,554.20	1,445.80
Regular Programs - Undistributed Instruction						
Other Purchased Services (400-500 series)	190-100-500	9,200.00	(1,702.46)	7,497.54	4,286.01	3,211.53
General Supplies	190-100-610	443,314.00	156,538.91	599,852.91	563,278.80	36,574.11
Textbooks	190-100-640	154,250.00	12,267.74	166,517.74	164,991.85	1,525.89
Other Objects	190-100-800	112,587.00	432.44	113,019.44	100,283.80	12,735.64
TOTAL REGULAR PROGRAMS - INSTRUCTION		15,096,799.00	(144,913.37)	14,951,885.63	14,304,527.94	647,357.69
SPECIAL EDUCATION - INSTRUCTION						
Learning and/or Language Disabilities:						
Salaries of Teachers	204-100-101	303,000.00	-	303,000.00	292,048.20	10,951.80
Other Salaries for Instruction	204-100-106	54,100.00	-	54,100.00	52,144.50	1,955.50
General Supplies	204-100-610	1,490.00	-	1,490.00	1,108.34	381.66
Textbooks	204-100-640	700.00	-	700.00	345.56	354.44
Total Learning and/or Language Disabilities		359,290.00	-	359,290.00	345,646.60	13,643.40
Resource Room/Resource Center:						
Salaries of Teachers	213-100-101	1,212,000.00	-	1,212,000.00	1,168,192.70	43,807.30
General Supplies	213-100-610	4,550.00	79.00	4,629.00	3,980.61	648.39
Textbooks	213-100-640	2,770.00	(800.00)	1,970.00	980.38	989.62
Total Resource Room/Resource Center		1,219,320.00	(721.00)	1,218,599.00	1,173,153.69	45,445.31
Preschool Disabilities - Part-Time:						
Salaries of Teachers	215-100-101	238,250.00	-	238,250.00	229,638.56	8,611.44
Other Salaries for Instruction	215-100-106	54,100.00	-	54,100.00	52,144.60	1,955.40
Purchased Professional-Educational Services	215-100-320	71,000.00	-	71,000.00	70,783.50	236.50
General Supplies	215-100-610	2,500.00	378.95	2,878.95	420.64	2,458.31
Total Preschool Disabilities - Part-Time		365,850.00	378.95	366,228.95	352,967.30	13,261.65
TOTAL SPECIAL EDUCATION - INSTRUCTION		1,944,460.00	(342.05)	1,944,117.95	1,871,787.59	72,330.36
Basic Skills/Remedial - Instruction						
Salaries of Teachers	230-100-101	663,650.00	-	663,650.00	639,662.70	23,987.30
Total Basic Skills/Remedial - Instruction		663,650.00	-	663,650.00	639,662.70	23,987.30
Bilingual Education - Instruction						
Salaries of Teachers	240-100-101	242,250.00	-	242,250.00	233,494.00	8,756.00
Total Bilingual Education - Instruction		242,250.00	-	242,250.00	233,494.00	8,756.00
School-Spon. Cocurricular Actvts. - Inst.						
Salaries	401-100-100	195,435.00	-	195,435.00	193,647.80	1,787.20
Supplies and Materials	401-100-600	28,500.00	977.50	29,477.50	16,926.80	12,550.70
Other Objects	401-100-800	10,000.00	-	10,000.00	7,395.00	2,605.00
Total School-Spon. Cocurricular Actvts. - Inst.		233,935.00	977.50	234,912.50	217,969.60	16,942.90
School-Spon. Athletics - Instruction						
Salaries	402-100-100	368,348.00	(1,570.00)	366,778.00	345,887.20	20,890.80
Purchased Services (300-500 series)	402-100-500	84,500.00	-	84,500.00	84,456.55	43.45
Supplies and Materials	402-100-600	88,170.00	(1,459.07)	86,710.93	75,539.21	11,171.72
Total School-Spon. Athletics - Instruction		541,018.00	(3,029.07)	537,988.93	505,882.96	32,105.97
Other Instructional Programs - Instruction						
Salaries	4XX-100-100	6,700.00	-	6,700.00	6,457.76	242.24
Total Other Instructional Programs - Instruction		6,700.00	-	6,700.00	6,457.76	242.24
Total Instruction		18,728,812.00	(147,306.99)	18,581,505.01	17,779,762.55	801,742.46

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010**

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:						
Tuition to Other LEAs Within the State - Special	000-100-562	\$ 1,737,000.00	\$ (186,149.00)	\$ 1,550,851.00	\$ 1,546,943.07	\$ 3,907.93
Tuition to County Voc. School Dist. - Regular	000-100-563	349,320.00	(39,648.00)	309,672.00	309,871.70	0.30
Tuition to CSSD & Regional Day Schools	000-100-565	1,706,459.00	491,912.25	2,198,371.25	2,198,370.84	0.61
Tuition to Private Schools for the Disabled - Within State	000-100-566	220,733.00	58,156.00	278,889.00	273,632.48	5,256.52
Tuition - State Facilities	000-100-568	59,732.00	-	59,732.00	59,732.00	-
Total Undistributed Expenditures - Instruction:		4,073,244.00	324,271.25	4,397,515.25	4,388,349.89	9,165.36
Undistributed Expend. - Attend. & Social Work						
Salaries	000-211-100	8,762.00	-	8,762.00	8,445.30	316.70
Total Undistributed Expend. - Attend. & Social Work		8,762.00	-	8,762.00	8,445.30	316.70
Undist. Expend. - Health Services						
Salaries	000-213-100	429,922.00	-	429,922.00	414,798.80	15,123.20
Purchased Professional and Technical Services	000-213-300	108,000.00	10,654.80	118,654.80	118,056.83	597.97
Other Purchased Services (400-500 series)	000-213-500	150.00	91.00	241.00	100.00	141.00
Supplies and Materials	000-213-800	7,200.00	-	7,200.00	6,606.92	593.08
Total Undistributed Expenditures - Health Services		545,272.00	10,745.80	556,017.80	539,562.55	16,455.25
Undist. Expend. - Speech,OT,PT & Related Services						
Salaries of Other Professional Staff	000-216-100	308,455.00	-	308,455.00	297,612.10	10,842.90
Total Undist. Expend. - Speech,OT,PT & Related Services		308,455.00	-	308,455.00	297,612.10	10,842.90
Undist. Expend. - Guidance						
Salaries of Other Professional Staff	000-218-104	577,635.00	-	577,635.00	556,756.80	20,878.40
Salaries of Secretarial and Clerical Assistants	000-218-105	84,625.00	-	84,625.00	82,057.58	2,567.44
Other Purchased Services (400-500 series)	000-218-500	350.00	100.00	450.00	450.00	-
Supplies and Materials	000-218-600	15,730.00	3,550.91	19,280.91	19,205.91	75.00
Other Objects	000-218-800	6,000.00	90.00	6,090.00	5,940.50	149.50
Total Undist. Expend. - Guidance		684,340.00	3,740.91	688,080.91	664,410.57	23,670.34
Undist. Expend. - Child Study Team						
Salaries of Other Professional Staff	000-219-104	824,180.00	-	824,180.00	796,167.12	27,992.88
Salaries of Secretarial and Clerical Assistants	000-219-105	84,050.00	-	84,050.00	81,531.18	2,518.82
Other Purchased Prof. and Tech. Services	000-219-390	3,200.00	(3,200.00)	-	-	-
Misc. Pur. Serv. (400-500 series) Other Than Residential Costs	000-219-592	-	-	3,200.00	100.00	3,100.00
Supplies and Materials	000-219-600	6,400.00	1,622.51	8,022.51	1,676.61	6,345.90
Total Undist. Expend. - Child Study Team		917,830.00	1,622.51	919,452.51	879,494.91	39,957.60
Undist. Expend. - Improvement of Inst. Serv.						
Salaries of Supervisor of Instruction	000-221-102	138,450.00	-	138,450.00	138,450.00	-
Salaries of Sec and Clerical Assist.	000-221-105	39,425.00	-	39,425.00	38,221.90	1,203.10
Other Purch Prof. and Tech. Services	000-221-390	6,500.00	-	6,500.00	4,940.35	1,559.65
Other Purch Services (400-500)	000-221-500	1,600.00	-	1,600.00	1,600.00	-
Supplies and Materials	000-221-800	31,500.00	-	31,500.00	25,596.36	5,903.64
Other Objects	000-221-800	500.00	-	500.00	492.35	7.65
Total Undist. Expend. - Improvement of Inst. Serv.		217,975.00	-	217,975.00	207,700.96	10,274.04
Undist. Expend. - Edu. Media Serv./Sch. Library						
Salaries	000-222-100	373,550.00	-	373,550.00	360,077.30	13,472.70
Other Purchased Services (400-500 series)	000-222-500	-	100.00	100.00	100.00	-
Supplies and Materials	000-222-800	50,000.00	15.25	50,015.25	44,474.58	5,540.67
Other Objects	000-222-800	1,550.00	-	1,550.00	1,095.74	454.26
Total Undist. Expend. - Edu. Media Serv./Sch. Library		425,100.00	115.25	425,215.25	405,647.62	19,567.63
Undist. Expend. - Instructional Staff Training Serv.						
Salaries of Supervisors of Instruction	000-223-102	39,700.00	-	39,700.00	39,061.00	639.00
Salaries of Secretarial and Clerical Assist	000-223-105	5,600.00	-	5,600.00	5,436.76	163.24
Other Purchased Prof. and Tech. Services	000-223-390	8,700.00	2,898.00	11,598.00	2,852.57	8,745.43
Other Purchased Services (400-500 series)	000-223-500	500.00	-	500.00	500.00	-
Supplies and Materials	000-223-600	1,900.00	-	1,900.00	825.00	1,075.00
Other Objects	000-223-800	500.00	-	500.00	-	500.00
Total Undist. Expend. - Instructional Staff Training Serv.		58,900.00	2,898.00	59,798.00	48,175.33	11,622.67
Undist. Expend. - Supp. Serv. - General Admin.						
Salaries	000-230-100	346,433.00	-	346,433.00	346,433.00	-
Legal Services	000-230-331	75,000.00	37,084.00	112,084.00	104,426.43	7,657.57
Audit Fees	000-230-332	27,700.00	100.00	27,800.00	27,800.00	-
Other Purchased Professional Services	000-230-339	5,000.00	(4,600.00)	400.00	400.00	-
Purchased Technical Services	000-230-340	5,000.00	(1,000.00)	4,000.00	3,547.93	452.07
Communications/Telephone	000-230-530	72,000.00	(6,004.78)	65,995.24	61,377.10	4,618.14
BOE Other Purchased Services	000-230-585	2,000.00	(2,000.00)	-	-	-
Other Purchased Services (400-500 series)	000-230-590	33,100.00	-	33,100.00	32,282.12	817.88
General Supplies	000-230-610	14,450.00	(1,146.00)	13,304.00	12,314.50	989.50
BOE In-House Training/Meeting Supplies	000-230-630	4,800.00	(3,000.00)	1,800.00	1,406.63	393.37
Miscellaneous Expenditures	000-230-890	44,500.00	(9,724.00)	34,776.00	34,775.35	0.65
BOE Membership Dues and Fees	000-230-895	36,000.00	7,824.00	43,824.00	43,094.10	729.90
Total Undist. Expend. - Supp. Serv. - General Admin.		665,983.00	17,533.24	683,516.24	667,457.16	16,059.08

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010**

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Serv. - School Admin.						
Salaries of Principals/Assistant Principals	000-240-103	\$ 1,187,608.00	\$ -	\$ 1,187,608.00	\$ 1,187,608.00	\$ -
Salaries of Other Professional Staff	000-240-104	382,280.00	-	382,280.00	377,317.00	4,963.00
Salaries of Secretarial and Clerical Assistants	000-240-105	544,590.00	-	544,590.00	527,680.24	16,909.76
Other Purchased Services (400-500 series)	000-240-500	2,400.00	(939.47)	1,460.53	884.30	776.23
Supplies and Materials	000-240-600	69,500.00	582.08	70,082.08	65,242.60	4,839.48
Total Undist. Expend. - Support Serv. - School Admin.		<u>2,186,378.00</u>	<u>(357.39)</u>	<u>2,186,020.61</u>	<u>2,158,532.14</u>	<u>27,488.47</u>
Undist. Expend. - Central Services						
Salaries	000-251-100	364,325.00	-	364,325.00	364,325.00	-
Miscellaneous Purchased Services (400-500 series)	000-251-592	27,150.00	721.00	27,871.00	27,870.52	0.48
Supplies and Materials	000-251-600	24,700.00	(226.04)	24,473.96	21,820.62	2,653.34
Total Undist. Expend. - Central Services		<u>416,175.00</u>	<u>494.96</u>	<u>416,669.96</u>	<u>414,016.14</u>	<u>2,653.82</u>
Undist. Expend. - Admin. Info. Technology						
Salaries	000-252-100	97,200.00	-	97,200.00	97,200.00	-
Purchased Professional Services	000-252-330	5,600.00	-	5,600.00	3,835.00	1,765.00
Purchased Technical Services	000-252-340	18,800.00	280.00	17,080.00	13,115.00	3,965.00
Other Purchased Services (400-500 series)	000-252-500	12,000.00	-	12,000.00	8,754.99	3,245.01
Supplies and Materials	000-252-600	33,800.00	513.00	34,313.00	32,567.11	1,745.89
Other Objects	000-252-800	18,000.00	-	18,000.00	17,943.70	56.30
Total Undist. Expend. - Admin. Info. Technology		<u>183,400.00</u>	<u>793.00</u>	<u>184,193.00</u>	<u>173,415.80</u>	<u>10,777.20</u>
Undist. Expend. - Required Maint. For School Facilities						
Salaries	000-261-100	379,100.00	-	379,100.00	364,233.16	14,866.84
Cleaning, Repair and Maintenance Services	000-261-420	40,000.00	-	40,000.00	40,000.00	-
Total Undist. Expend. - Required Maint. For School Facilities		<u>419,100.00</u>	<u>-</u>	<u>419,100.00</u>	<u>404,233.16</u>	<u>14,866.84</u>
Undist. Expend. - Custodial Services						
Salaries	000-262-100	1,568,550.00	-	1,568,550.00	1,511,478.70	57,071.30
Salaries of Non-Instructional Aides	000-262-107	175,000.00	-	175,000.00	168,674.70	6,325.30
Cleaning, Repair and Maintenance Services	000-262-420	287,700.00	100,897.16	388,597.16	340,657.46	47,939.70
Other Purchased Property Services	000-262-490	33,500.00	2,809.00	36,309.00	36,308.94	0.06
Insurance	000-262-520	220,000.00	-	220,000.00	220,000.00	-
Miscellaneous Purchased Services	000-262-590	15,000.00	546.80	15,546.80	13,586.83	1,959.97
General Supplies	000-262-610	167,700.00	40,282.21	207,982.21	183,774.43	24,207.78
Energy (Natural Gas)	000-262-621	402,550.00	(136,849.00)	285,701.00	240,490.96	25,210.04
Energy (Electricity)	000-262-622	597,400.00	(46,020.00)	551,380.00	536,775.34	14,604.66
Total Undist. Expend. - Custodial Services		<u>3,467,400.00</u>	<u>(38,333.83)</u>	<u>3,429,066.17</u>	<u>3,251,745.36</u>	<u>177,320.81</u>
Undist. Expend. - Care and Upkeep of Grounds						
Salaries	000-263-100	102,550.00	-	102,550.00	98,843.40	3,706.60
Cleaning, Repair and Maintenance Services	000-263-420	7,000.00	9,000.00	16,000.00	15,371.70	628.30
General Supplies	000-263-610	7,500.00	5,000.00	12,500.00	4,904.00	7,596.00
Total Undist. Expend. - Care and Upkeep of Grounds		<u>117,050.00</u>	<u>14,000.00</u>	<u>131,050.00</u>	<u>119,119.10</u>	<u>11,930.90</u>
Undist. Expend. - Student Transportation Serv.						
Salaries for Pupil Trans. (Between Home & School) - Special	000-270-181	127,200.00	-	127,200.00	123,111.29	4,088.71
Salaries for Pupil Trans. (Other than Between Home & School)	000-270-182	50,000.00	(3,700.00)	46,300.00	46,299.30	0.70
Lease Purchase Payments - School Buses	000-270-443	27,500.00	(338.00)	27,162.00	27,181.10	0.90
Contracted Services (Between Home and School) - Vendors	000-270-511	9,000.00	(3,213.00)	5,787.00	5,766.93	0.07
Contracted Services (Other than Between Home and School) - Vend	000-270-512	67,500.00	4,249.00	71,749.00	70,194.31	1,554.69
Contracted Services (Between Home and School) - Joint Agreement	000-270-513	487,000.00	10,148.00	497,148.00	496,688.03	459.97
Contracted Services (Special Education Students) - Joint Agreement	000-270-515	-	35,246.91	35,246.91	35,246.91	-
Supplies and Materials	000-270-600	40,000.00	(8,723.21)	33,276.79	30,510.86	2,765.93
Total Undist. Expend. - Student Transportation Serv.		<u>808,200.00</u>	<u>35,869.70</u>	<u>844,069.70</u>	<u>834,998.73</u>	<u>8,870.97</u>
UNALLOCATED BENEFITS						
Social Security Contributions	000-291-220	450,000.00	(35,592.00)	414,408.00	414,407.82	0.18
Other Retirement Contributions - Regular	000-291-241	275,000.00	(18,325.00)	256,675.00	258,675.00	-
Workmen's Compensation	000-291-260	195,000.00	(60,026.00)	134,974.00	134,974.00	-
Health Benefits	000-291-270	3,985,000.00	429,952.71	4,414,952.71	3,866,141.97	548,810.74
TOTAL UNALLOCATED BENEFITS		<u>4,905,000.00</u>	<u>318,009.71</u>	<u>5,223,009.71</u>	<u>4,674,198.79</u>	<u>548,810.92</u>
On-behalf TPAF Pension Contributions (non-budgeted)		-	-	-	1,307,913.00	(1,307,913.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)		-	-	-	1,488,721.58	(1,488,721.58)
TOTAL ON-BEHALF CONTRIBUTIONS		<u>-</u>	<u>-</u>	<u>-</u>	<u>2,796,634.58</u>	<u>(2,796,634.58)</u>
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS		<u>4,905,000.00</u>	<u>318,009.71</u>	<u>5,223,009.71</u>	<u>7,470,833.37</u>	<u>(2,247,823.66)</u>
TOTAL UNDISTRIBUTED EXPENDITURES		<u>20,406,564.00</u>	<u>691,203.11</u>	<u>21,097,767.11</u>	<u>22,933,750.19</u>	<u>(1,835,983.08)</u>
TOTAL GENERAL CURRENT EXPENSE		<u>39,135,376.00</u>	<u>543,896.12</u>	<u>39,679,272.12</u>	<u>40,713,512.74</u>	<u>(1,034,240.62)</u>

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010**

		Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY						
Equipment						
Undistributed Expenditures - Admin. Info. Technology	000-252-730	\$ -	\$ 18,900.00	\$ 18,900.00	\$ 18,899.54	\$ 0.46
Undistributed Expenditures - Required Maint. for School Facilities	000-261-730	115,550.00	(2,700.00)	112,850.00	112,843.79	8.21
Undistributed Expenditures - Care and Upkeep of Grounds	000-262-730	10,100.00	-	10,100.00	10,089.64	10.36
Total Equipment		<u>125,650.00</u>	<u>16,200.00</u>	<u>141,850.00</u>	<u>141,832.97</u>	<u>17.03</u>
Facilities Acquisition and Construction Services						
Lease Purchase Agreements - Principal	000-400-721	100,000.00	(3,300.00)	96,700.00	96,626.52	73.48
Total Facilities Acquisition and Construction Services		<u>100,000.00</u>	<u>(3,300.00)</u>	<u>96,700.00</u>	<u>96,626.52</u>	<u>73.48</u>
TOTAL CAPITAL OUTLAY		<u>225,650.00</u>	<u>12,900.00</u>	<u>238,550.00</u>	<u>238,459.49</u>	<u>90.51</u>
SPECIAL SCHOOLS						
Summer School - Instruction						
Salaries of Teachers	422-100-101		36,380.00	36,380.00	36,380.00	-
General Supplies	422-100-610		5,000.00	5,000.00	4,263.70	736.30
Total Summer School - Instruction			<u>41,380.00</u>	<u>41,380.00</u>	<u>40,643.70</u>	<u>736.30</u>
Total Summer School			<u>41,380.00</u>	<u>41,380.00</u>	<u>40,643.70</u>	<u>736.30</u>
TOTAL SPECIAL SCHOOLS			<u>41,380.00</u>	<u>41,380.00</u>	<u>40,643.70</u>	<u>736.30</u>
TOTAL EXPENDITURES		<u>39,361,026.00</u>	<u>598,176.12</u>	<u>39,959,202.12</u>	<u>40,992,615.93</u>	<u>(1,033,413.81)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures		<u>-</u>	<u>(556,796.12)</u>	<u>(556,796.12)</u>	<u>1,408,494.33</u>	<u>1,965,290.45</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)		<u>-</u>	<u>(556,796.12)</u>	<u>(556,796.12)</u>	<u>1,408,494.33</u>	<u>1,965,290.45</u>
Fund Balance, July 1		<u>1,617,271.17</u>	<u>-</u>	<u>1,617,271.17</u>	<u>1,617,271.17</u>	<u>-</u>
Fund Balance, June 30		<u>\$ 1,617,271.17</u>	<u>\$ (556,796.12)</u>	<u>\$ 1,060,475.05</u>	<u>\$ 3,025,765.50</u>	<u>\$ 1,965,290.45</u>
Recapitulation of Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses):						
Adjustment for Prior Year Encumbrances		\$ -	\$ (556,796.12)	\$ (556,796.12)	\$ (556,796.12)	\$ -
Budgeted Fund Balance					1,964,427.45	1,964,427.45
Total		<u>\$ -</u>	<u>\$ (556,796.12)</u>	<u>\$ (556,796.12)</u>	<u>\$ 1,407,631.33</u>	<u>\$ 1,964,427.45</u>
Analysis of Fund Balance June 30, 2010:						
Reserved:						
Encumbrances					\$ 1,437,806.80	
Excess Surplus (2%)					17,598.07	
Capital Reserve Account					1.00	
Unreserved:						
Designated for Subsequent Year's Expenditures					547,500.00	
Undesignated					<u>1,022,859.63</u>	
					<u>\$ 3,025,765.50</u>	
Reconciliation of Budgetary Fund Balance to GAAP Fund Balance:						
Fund Balance June 30, 2010					\$ 3,025,765.50	
Last Two Current Year State Aid Payments Not Realized on GAAP Basis					<u>(766,376.00)</u>	
					<u>\$ 2,259,389.50</u>	

**BOARD OF EDUCATION
BOROUGH OF DUMONT
American Recovery and Reinvestment Act - Budget and Actual
General Fund
Fiscal Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Federal Sources:					
American Recovery and Reinvestment Act:					
Education Stabilization Fund	1,258,438.00	-	1,258,438.00	1,258,438.00	
Government Services Fund	<u>48,716.00</u>	-	<u>48,716.00</u>	<u>48,716.00</u>	-
Total - Federal Sources	<u>1,307,154.00</u>	-	<u>1,307,154.00</u>	<u>1,307,154.00</u>	-
Total Revenues	<u>1,307,154.00</u>	-	<u>1,307,154.00</u>	<u>1,307,154.00</u>	-
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
American Recovery and Reinvestment Act:					
Education Stabilization Fund					
Grades 9-12 - Salaries of Teachers	140-100-101 1,258,438.00	-	1,258,438.00	1,258,438.00	-
Government Services Fund					
Grades 9-12 - Salaries of Teachers	140-100-101 <u>48,716.00</u>	-	<u>48,716.00</u>	<u>48,716.00</u>	-
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>1,307,154.00</u>	-	<u>1,307,154.00</u>	<u>1,307,154.00</u>	-
TOTAL GENERAL CURRENT EXPENSE	<u>1,307,154.00</u>	-	<u>1,307,154.00</u>	<u>1,307,154.00</u>	-
TOTAL EXPENDITURES	<u>1,307,154.00</u>	-	<u>1,307,154.00</u>	<u>1,307,154.00</u>	-

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2010**

	Original <u>Budget</u>	Budget <u>Transfers</u>	Final <u>Budget</u>	<u>Actual</u>	Variance <u>Final to Actual</u>
REVENUES:					
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	657,000.00	791,600.00	1,448,600.00	1,137,108.63	311,491.37
Local Sources	-	-	-	-	-
Total Revenues	<u>\$ 657,000.00</u>	<u>\$ 791,600.00</u>	<u>\$ 1,448,600.00</u>	<u>\$ 1,137,108.63</u>	<u>\$ 311,491.37</u>
EXPENDITURES:					
Instruction					
Personal Services - Salaries	\$ 74,000.00	\$ 20,000.00	\$ 94,000.00	\$ 94,000.00	\$ -
Purchased Professional and Technical Services	583,000.00	(542,042.00)	40,958.00	13,318.00	27,640.00
Other Purchased Services (400-500 series)	-	457,004.00	457,004.00	457,004.00	-
General Supplies	-	240,220.00	240,220.00	166,468.68	73,751.32
Total Instruction	<u>657,000.00</u>	<u>175,182.00</u>	<u>832,182.00</u>	<u>730,790.68</u>	<u>101,391.32</u>
Support Services					
Personal Services - Salaries		30,000.00	30,000.00	30,000.00	-
Personal Services - Employee Benefits		24,800.00	24,800.00	24,800.00	-
Purchased Professional and Technical Services		3,005.00	3,005.00	1,500.00	1,505.00
Purchased Professional - Educational Services		223,483.00	223,483.00	145,375.31	78,107.69
Other Purchased Services (400-500 series)		91,576.00	91,576.00	88,017.37	3,558.63
Travel		1,485.00	1,485.00	1,485.00	-
Supplies and Materials		135,269.00	135,269.00	56,558.32	78,710.68
Total Support Services		<u>509,618.00</u>	<u>509,618.00</u>	<u>347,736.00</u>	<u>161,882.00</u>
Facilities Acquisition and Construction Services:					
Buildings		70,000.00	70,000.00	23,800.00	46,200.00
Instructional Equipment		36,800.00	36,800.00	34,781.95	2,018.05
Total Facilities Acquisition and Construction Services	-	<u>106,800.00</u>	<u>106,800.00</u>	<u>58,581.95</u>	<u>48,218.05</u>
Total Expenditures	<u>657,000.00</u>	<u>791,600.00</u>	<u>1,448,600.00</u>	<u>1,137,108.63</u>	<u>311,491.37</u>
Total Outflows	<u>\$ 657,000.00</u>	<u>\$ 791,600.00</u>	<u>\$ 1,448,600.00</u>	<u>\$ 1,137,108.63</u>	<u>\$ 311,491.37</u>

**NOTES TO REQUIRED SUPPLEMENTARY
INFORMATION**

BOARD OF EDUCATION
BOROUGH OF DUMONT
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Fiscal Year Ended June 30, 2010

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

	<u>Exhibit</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1&C-2]	\$ 42,401,110.26	\$ 1,137,108.63
Difference - budget to GAAP:			
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 expense in accordance with GASB 33.		(76,206.00)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-	(73,043.93)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	<u>\$ 42,324,904.26</u>	<u>\$ 1,064,064.70</u>
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1&C-2]	\$ 40,992,615.93	\$ 1,137,108.63
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.			(73,043.93)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	\$ -		
Net transfers (outflows) to general fund	-	-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	<u>\$ 40,992,615.93</u>	<u>\$ 1,064,064.70</u>

OTHER SUPPLEMENTARY INFORMATION

Section D
SCHOOL LEVEL SCHEDULES

Section E
SPECIAL REVENUE FUND

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Special Revenue Fund**
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2010

		<u>Total</u>	<u>State Aid</u>	<u>Federal Aid</u>	<u>Local Aid</u>
REVENUES					
State Sources		\$ -	\$ -	\$ -	\$ -
Federal Sources		1,137,108.63	-	1,137,108.63	-
Local Sources		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues		<u>\$ 1,137,108.63</u>	<u>\$ -</u>	<u>\$ 1,137,108.63</u>	<u>\$ -</u>
EXPENDITURES:					
Instruction:					
Personal Services - Salaries	100-100	\$ 94,000.00	\$ -	\$ 94,000.00	\$ -
Purchased Professional and Technical Services	100-300	13,318.00	-	13,318.00	-
Other Purchased Services (400-500 series)	100-500	457,004.00	-	457,004.00	-
General Supplies	100-610	<u>166,468.68</u>	<u>-</u>	<u>166,468.68</u>	<u>-</u>
Total Instruction		<u>730,790.68</u>	<u>-</u>	<u>730,790.68</u>	<u>-</u>
Support Services:					
Personal Services - Salaries	200-100	30,000.00	-	30,000.00	-
Personal Services - Employee Benefits	200-200	24,800.00	-	24,800.00	-
Purchased Professional and Technical Services	200-300	1,500.00	-	1,500.00	-
Purchased Professional - Educational Services	200-320	145,375.31	-	145,375.31	-
Other Purchased Services (400-500 series)	200-500	88,017.37	-	88,017.37	-
Travel	200-580	1,485.00	-	1,485.00	-
Supplies and Materials	200-600	<u>56,558.32</u>	<u>-</u>	<u>56,558.32</u>	<u>-</u>
Total Support Services		<u>347,736.00</u>	<u>-</u>	<u>347,736.00</u>	<u>-</u>
Facilities Acquisition and Const. Serv.:					
Buildings	400-720	23,800.00	-	23,800.00	-
Instructional Equipment	400-731	<u>34,781.95</u>	<u>-</u>	<u>34,781.95</u>	<u>-</u>
Total Facilities Acquisition and Const. Serv.		<u>58,581.95</u>	<u>-</u>	<u>58,581.95</u>	<u>-</u>
Total Expenditures		<u>\$ 1,137,108.63</u>	<u>\$ -</u>	<u>\$ 1,137,108.63</u>	<u>\$ -</u>

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Special Revenue Fund
Combining Schedule of Federal Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2010**

	E.S.E.A.				I.D.E.A. Part B		ARRA E.S.E.A.		ARRA I.D.E.A. Part B	
	Title I	Title II	Title III	Title IV	Basic	Preschool	Title I	Title I	Basic	Preschool
REVENUES										
Federal Sources	\$ 1,137,108.63	\$ 119,725.00	\$ 70,205.00	\$ 24,659.00	\$ 5,354.00	\$ 19,236.00	\$ 36,281.95	\$ 36,281.95	\$ 292,658.47	\$ 18,073.21
Total Federal Revenues	\$ 1,137,108.63	\$ 119,725.00	\$ 70,205.00	\$ 24,659.00	\$ 5,354.00	\$ 19,236.00	\$ 36,281.95	\$ 36,281.95	\$ 292,658.47	\$ 18,073.21
EXPENDITURES:										
Instruction:										
100-100 Personal Services - Salaries	\$ 94,000.00	\$ 40,000.00	\$ 30,000.00	\$ 20,000.00	\$ 4,000.00	\$ -	\$ -	\$ -	\$ -	\$ -
100-300 Purchased Professional and Technical Services	13,318.00	722.00				10,236.00			2,360.00	
100-500 Other Purchased Services (400-500 series)	457,004.00	7,000.00				438,416.00			106,875.47	11,588.00
100-610 General Supplies	166,468.68	34,525.00		659.00		12,924.00			109,235.47	6,485.21
Total Instruction	730,790.68	81,525.00	30,722.00	20,659.00	4,000.00	451,340.00	4,000.00	15,236.00	109,235.47	18,073.21
Support Services:										
200-100 Personal Services - Salaries	30,000.00								30,000.00	
200-200 Personal Services - Employee Benefits	24,800.00	8,000.00	6,000.00	4,000.00	800.00				6,000.00	
200-300 Purchased Professional and Technical Services	1,500.00							1,500.00		
200-320 Other Purchased Services (400-500 series)	145,375.31	20,000.00	33,483.00			70,000.00			21,892.31	
200-500 Travel	88,017.37				554.00	19,576.00			68,441.37	
200-580 Supplies and Materials	1,485.00									
200-600 Total Support Services	56,558.32	10,200.00				10,000.00			33,289.32	
	347,736.00	38,200.00	39,483.00	4,000.00	1,354.00	99,576.00	4,000.00	1,500.00	159,623.00	
Facilities Acquisition and Const. Serv.:										
400-720 Buildings	23,800.00								23,800.00	
400-731 Instructional Equipment	34,781.95							34,781.95		
Total Facilities Acquisition and Const. Serv.	58,581.95							34,781.95	23,800.00	
Total Expenditures	\$ 1,137,108.63	\$ 119,725.00	\$ 70,205.00	\$ 24,659.00	\$ 5,354.00	\$ 550,916.00	\$ 19,236.00	\$ 36,281.95	\$ 292,658.47	\$ 18,073.21

Section F
CAPITAL PROJECTS FUND

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Year Ended June 30, 2010**

<u>Project Title/Issue</u>	<u>Approval Date</u>	<u>Revised Budgetary Appropriations</u>	<u>GAAP Expenditures to Date</u>		<u>Unexpended Appropriations 6/30/2010</u>
			<u>Prior Years</u>	<u>Current Year</u>	
Additions and Renovations to High School	9/30/2003	\$ 7,010,000.00	\$ 7,278,970.28	\$ -	\$ (268,970.28)
Additions and Renovations to Grant Elementary School	9/30/2003	6,160,000.00	6,034,029.81	15,239.48	110,730.71
Additions and Renovations to Honiss Elementary School	9/30/2003	3,350,000.00	3,316,108.97	-	33,891.03
Additions and Renovations to Lincoln Elementary School	9/30/2003	6,280,000.00	5,967,069.54	41,795.74	271,134.72
Additions and Renovations to Selzer Elementary School	9/30/2003	3,619,398.60	3,763,738.43	-	(144,339.83)
Field Improvements	9/25/2007	3,355,000.00	3,303,302.97	31,071.00	20,626.03
Building Envelope Improvements at Honiss Elementary School	6/30/2009	160,786.34	10,457.35	138,019.88	12,309.11
Boiler Replacement at High School	6/30/2009	622,282.34	-	497,542.24	124,740.10
2010-2011 Project		65,958.32	-	-	65,958.32
Totals		\$ 30,623,425.60	\$ 29,673,677.35	\$ 723,668.34	\$ 226,079.91

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2010

REVENUES AND OTHER FINANCING SOURCES

State Sources - SDA Grants	\$ 392,277.00
Bond Proceeds	-
Lease-Purchase Agreements	456,750.00
Transfer from capital reserve	-
Transfer from capital outlay	-
Total Revenues	<u>849,027.00</u>

EXPENDITURES AND OTHER FINANCING USES

Equipment (73X)	-
Salaries (100)	-
Legal Services (331)	-
Other Purchased Professional and Technical Services (390)	84,828.12
Construction Services (450)	638,840.22
General Supplies (610)	-
Land and Improvements (710)	-
Lease Purchase Agreements - Principal (721)	-
Buildings other than Lease Purchase Agreements - Principal (722)	-
Other Objects (800)	-
Total Expenditures	<u>723,668.34</u>
Excess (deficiency) of revenues over (under) expenditures	125,358.66
Fund Balance - July 1	<u>100,721.25</u>
Fund Balance - June 30	<u>\$ 226,079.91</u>

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
2010-2011 Project
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Bond Proceeds			-	
Lease-Purchase Agreement		65,958.32	65,958.32	65,958.32
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>-</u>	<u>65,958.32</u>	<u>65,958.32</u>	<u>65,958.32</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)			-	
Other Purchased Professional and Technical Services (390)			-	
Construction Services (450)			-	65,958.32
General Supplies (610)			-	
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,958.32</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>65,958.32</u>	<u>65,958.32</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number				
Grant Date				
Bond Authorization Date		N/A		
Bonds Authorized		N/A		
Bonds Issued		N/A		
Original Authorized Cost	\$	65,958.32		
Additional Authorized Cost	\$	-		
Revised Authorized Cost	\$	65,958.32		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage Completed		0.00%		
Original Target Completion Date		9/1/11		
Revised Target Completion Date		9/1/11		

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Additions and Renovations to High School
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 2,458,068.00	\$ -	\$ 2,458,068.00	\$ 2,458,068.00
Bond Proceeds	4,551,932.00		4,551,932.00	4,551,932.00
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>7,010,000.00</u>	<u>-</u>	<u>7,010,000.00</u>	<u>7,010,000.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			16,029.51	21,000.00
Legal Services (331)	16,029.51		773,884.88	750,000.00
Other Purchased Professional and Technical Services (390)	773,884.88		6,362,879.66	6,139,000.00
Construction Services (450)	6,362,879.66		126,176.23	100,000.00
General Supplies (610)	126,176.23		-	
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>7,278,970.28</u>	<u>-</u>	<u>7,278,970.28</u>	<u>7,010,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(268,970.28)</u>	<u>-</u>	<u>(268,970.28)</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-040-03-0700			
Grant Date	2/4/05			
Bond Authorization Date	9/30/03			
Bonds Authorized	\$ 4,551,932.00			
Bonds Issued	\$ 4,551,932.00			
Original Authorized Cost	\$ 7,010,000.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 7,010,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	103.84%			
Original Target Completion Date	9/1/06			
Revised Target Completion Date	9/1/06			

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Additions and Renovations to Grant Elementary School
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 1,750,696.00	\$ -	\$ 1,750,696.00	\$ 1,750,696.00
Bond Proceeds	4,409,304.00		4,409,304.00	4,409,304.00
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>6,160,000.00</u>	<u>-</u>	<u>6,160,000.00</u>	<u>6,160,000.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)	7,141.37		7,141.37	20,000.00
Other Purchased Professional and Technical Services (390)	503,837.32		503,837.32	580,756.00
Construction Services (450)	5,455,174.11	15,239.48	5,470,413.59	5,459,244.00
General Supplies (610)	67,877.01		67,877.01	100,000.00
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>6,034,029.81</u>	<u>15,239.48</u>	<u>6,049,269.29</u>	<u>6,160,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>125,970.19</u>	<u>(15,239.48)</u>	<u>110,730.71</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-050-03-0670			
Grant Date	2/4/05			
Bond Authorization Date	9/30/03			
Bonds Authorized	\$ 4,409,304.00			
Bonds Issued	\$ 4,409,304.00			
Original Authorized Cost	\$ 6,160,000.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 6,160,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	98.20%			
Original Target Completion Date	1/1/07			
Revised Target Completion Date	1/1/07			

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Additions and Renovations to Honiss Elementary School
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 1,146,623.00	\$ -	\$ 1,146,623.00	\$ 1,146,623.00
Bond Proceeds	2,203,377.00		2,203,377.00	2,203,377.00
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>3,350,000.00</u>	<u>-</u>	<u>3,350,000.00</u>	<u>3,350,000.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)	7,141.37		7,141.37	20,000.00
Other Purchased Professional and Technical Services (390)	306,412.30		306,412.30	416,647.00
Construction Services (450)	2,928,413.70		2,928,413.70	2,813,353.00
General Supplies (610)	74,141.60		74,141.60	100,000.00
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>3,316,108.97</u>	<u>-</u>	<u>3,316,108.97</u>	<u>3,350,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>33,891.03</u>	<u>-</u>	<u>33,891.03</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-060-03-0699			
Grant Date	2/4/05			
Bond Authorization Date	9/30/03			
Bonds Authorized	\$ 2,203,377.00			
Bonds Issued	\$ 2,203,377.00			
Original Authorized Cost	\$ 3,350,000.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 3,350,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	98.99%			
Original Target Completion Date	9/1/06			
Revised Target Completion Date	9/1/06			

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Additions and Renovations to Lincoln Elementary School
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 1,712,380.00	\$ -	\$ 1,712,380.00	\$ 1,712,380.00
Bond Proceeds	4,567,620.00		4,567,620.00	4,567,620.00
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>6,280,000.00</u>	<u>-</u>	<u>6,280,000.00</u>	<u>6,280,000.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)	7,141.37		7,141.37	20,000.00
Other Purchased Professional and Technical Services (390)	470,071.50		470,071.50	589,657.00
Construction Services (450)	5,432,618.75	41,795.74	5,474,414.49	5,588,343.00
General Supplies (610)	57,237.92		57,237.92	82,000.00
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>5,967,069.54</u>	<u>41,795.74</u>	<u>6,008,865.28</u>	<u>6,280,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>312,930.46</u>	<u>(41,795.74)</u>	<u>271,134.72</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-070-03-0669			
Grant Date	2/4/05			
Bond Authorization Date	9/30/03			
Bonds Authorized	\$ 4,567,620.00			
Bonds Issued	\$ 4,567,620.00			
Original Authorized Cost	\$ 6,280,000.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 6,280,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	95.68%			
Original Target Completion Date	1/1/07			
Revised Target Completion Date	1/1/07			

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Additions and Renovations to Selzer Elementary School
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ 1,101,631.60	\$ -	\$ 1,101,631.60	\$ 1,101,631.60
Bond Proceeds	2,517,767.00		2,517,767.00	2,518,368.40
Contribution from private sources			-	
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>3,619,398.60</u>	<u>-</u>	<u>3,619,398.60</u>	<u>3,620,000.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			7,141.37	20,000.00
Legal Services (331)	7,141.37		7,141.37	
Other Purchased Professional and Technical Services (390)	398,244.87		398,244.87	416,205.00
Construction Services (450)	3,310,996.58		3,310,996.58	3,083,795.00
General Supplies (610)	47,355.61		47,355.61	100,000.00
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>3,763,738.43</u>	<u>-</u>	<u>3,763,738.43</u>	<u>3,620,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(144,339.83)</u>	<u>-</u>	<u>(144,339.83)</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-080-03-0701			
Grant Date	2/4/05			
Bond Authorization Date	9/30/03			
Bonds Authorized	\$ 2,518,368.40			
Bonds Issued	\$ 2,517,767.00			
Original Authorized Cost	\$ 3,620,000.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 3,620,000.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	103.97%			
Original Target Completion Date	9/1/06			
Revised Target Completion Date	9/1/06			

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Field Improvements
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SCC Grant	\$ -	\$ -	\$ -	\$ -
Bond Proceeds	3,355,000.00	-	3,355,000.00	3,355,863.00
Contribution from private sources	-	-	-	-
Transfer from capital reserve	-	-	-	-
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>3,355,000.00</u>	<u>-</u>	<u>3,355,000.00</u>	<u>3,355,863.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)	-	-	-	-
Salaries (100)	-	-	23,293.21	35,000.00
Legal Services (331)	23,293.21	-	23,293.21	-
Other Purchased Professional and Technical Services (390)	315,843.76	10,925.00	326,768.76	362,880.00
Construction Services (450)	2,964,166.00	20,146.00	2,984,312.00	2,957,983.00
General Supplies (610)	-	-	-	-
Land and Improvements (710)	-	-	-	-
Lease Purchase Agreements - Principal (721)	-	-	-	-
Buildings other than Lease Purchase Agreements - Principal (722)	-	-	-	-
Other Objects (800)	-	-	-	-
Total Expenditures	<u>3,303,302.97</u>	<u>31,071.00</u>	<u>3,334,373.97</u>	<u>3,355,863.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>51,697.03</u>	<u>(31,071.00)</u>	<u>20,626.03</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	9/25/07			
Bonds Authorized	\$ 3,355,863.00			
Bonds Issued	\$ 3,355,000.00			
Original Authorized Cost	\$ 3,355,863.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 3,355,863.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	99.36%			
Original Target Completion Date	9/1/08			
Revised Target Completion Date	10/31/08			

**BOARD OF EDUCATION
BOROUGH OF DUMONT**
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Building Envelope Improvements at Honiss Elementary School
From Inception and for the Year Ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ -	\$ 71,700.00	\$ 71,700.00	\$ 71,700.00
Bond Proceeds			-	
Lease-Purchase Agreement		89,086.34	89,086.34	90,000.00
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>-</u>	<u>160,786.34</u>	<u>160,786.34</u>	<u>161,700.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)			-	
Other Purchased Professional and Technical Services (390)	10,457.35	3,019.88	13,477.23	15,000.00
Construction Services (450)		135,000.00	135,000.00	146,700.00
General Supplies (610)			-	
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>10,457.35</u>	<u>138,019.88</u>	<u>148,477.23</u>	<u>161,700.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,457.35)</u>	<u>22,766.46</u>	<u>12,309.11</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-060-09-1001			
Grant Date	6/30/09			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 167,547.00			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 167,547.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completed	91.82%			
Original Target Completion Date	9/1/09			
Revised Target Completion Date	9/1/09			

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis
Boiler Replacement at High School
From Inception and for the Year Ended June 30, 2010**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
State Sources - SDA Grant	\$ -	\$ 320,577.00	\$ 320,577.00	\$ 320,577.00
Bond Proceeds			-	
Lease-Purchase Agreement		301,705.34	301,705.34	366,750.00
Transfer from capital reserve			-	
Transfer from capital outlay	-	-	-	-
Total Revenues	<u>-</u>	<u>622,282.34</u>	<u>622,282.34</u>	<u>687,327.00</u>
EXPENDITURES AND OTHER FINANCING USES				
Equipment (73X)			-	
Salaries (100)			-	
Legal Services (331)			-	
Other Purchased Professional and Technical Services (390)		70,883.24	70,883.24	107,000.00
Construction Services (450)		426,659.00	426,659.00	580,327.00
General Supplies (610)			-	
Land and Improvements (710)			-	
Lease Purchase Agreements - Principal (721)			-	
Buildings other than Lease Purchase Agreements - Principal (722)			-	
Other Objects (800)	-	-	-	-
Total Expenditures	<u>-</u>	<u>497,542.24</u>	<u>497,542.24</u>	<u>687,327.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>124,740.10</u>	<u>124,740.10</u>	<u>-</u>
ADDITIONAL PROJECT INFORMATION				
Project Number	SP1130-040-09-1002			
Grant Date	6/30/09			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$	760,241.00		
Additional Authorized Cost	\$	-		
Revised Authorized Cost	\$	760,241.00		
Percentage Increase over Original Authorized Cost		0.00%		
Percentage Completed		72.39%		
Original Target Completion Date		10/1/09		
Revised Target Completion Date		10/1/09		

Section G
PROPRIETARY FUNDS

ENTERPRISE FUND

INTERNAL SERVICE FUND

Section H
FIDUCIARY FUND

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Student Activity Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2010**

<u>Schools</u>	<u>Balance June 30, 2009</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2010</u>
Elementary Schools:				
Honiss	\$ 34,140.65	\$ 172,714.66	\$ 179,590.24	\$ 27,265.07
Selzer	23,552.08	101,162.64	104,284.01	20,430.71
Lincoln	4,031.34	12,587.90	10,886.15	5,733.09
Grant	6,691.95	25,527.52	25,595.19	6,624.28
	-			-
High School	71,924.34	168,804.01	164,621.42	76,106.93
Athletic Fund	<u>2,049.88</u>	<u>46,057.91</u>	<u>45,029.91</u>	<u>3,077.88</u>
	<u>\$ 142,390.24</u>	<u>\$ 526,854.64</u>	<u>\$ 530,006.92</u>	<u>\$ 139,237.96</u>

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Payroll Agency Fund
Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2010**

	<u>Balance June 30, 2009</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2010</u>
Payroll Deductions and Withholdings	\$ 304,771.39	\$ 12,101,361.86	\$ 12,024,972.78	\$ 381,160.47
Net Salaries and Wages	841.50	15,942,557.29	15,943,398.79	-
Interfund Accounts Payable	361.76	4,677.69	3,537.81	1,501.64
	<u>\$ 305,974.65</u>	<u>\$ 28,048,596.84</u>	<u>\$ 27,971,909.38</u>	<u>\$ 382,662.11</u>

Section I
LONG – TERM DEBT

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Long - Term Debt
Schedule of Serial Bonds
For the Fiscal Year Ended June 30, 2010**

Purpose	Date of Issue	Amount of Issue	Annual Maturities of Bonds Outstanding June 30, 2010			Retired Current Year	Balance June 30, 2010
			Date	Amount	Interest Rate		
Improvements to Honiss and Seizer Schools	05/15/01	\$ 1,700,000.00	5/15/11-12	\$ 80,000.00	4.875%	\$ 1,180,000.00	\$ 1,100,000.00
			5/15/13-15	90,000.00	4.875%		
			5/15/16-17	100,000.00	4.875%		
			05/15/18	110,000.00	5.00%		
			5/15/19-21	120,000.00	5.00%		
Additions and Renovations to Various Schools	3/15/05	18,250,000.00	03/15/11	740,000.00	4.00%	15,760,000.00	15,055,000.00
			03/15/12	775,000.00	4.00%		
			03/15/13	810,000.00	4.00%		
			03/15/14	850,000.00	4.00%		
			03/15/15	890,000.00	4.00%		
			03/15/16	945,000.00	4.00%		
			03/15/17	990,000.00	4.00%		
			03/15/18	1,035,000.00	4.00%		
			03/15/19	1,085,000.00	4.00%		
			03/15/20	1,135,000.00	4.25%		
			3/15/21-25	1,160,000.00	4.25%		
Improvements to Athletic Fields and Recreation Areas	2/1/09	3,355,000.00	2/1/11	170,000.00	3.00%	3,355,000.00	3,355,000.00
			2/1/12	180,000.00	3.00%		
			2/1/13	190,000.00	3.00%		
			2/1/14	200,000.00	3.00%		
			2/1/15	210,000.00	3.00%		
			2/1/16	220,000.00	3.00%		
			2/1/17	230,000.00	3.00%		
			2/1/18	240,000.00	3.05%		
			2/1/19	255,000.00	3.20%		
			2/1/20	270,000.00	3.40%		
			2/1/21	280,000.00	3.60%		
			2/1/22	295,000.00	3.80%		
			2/1/23	305,000.00	3.90%		
		2/1/24	310,000.00	4.00%			
						\$ 20,295,000.00	\$ 19,510,000.00

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Long - Term Debt
Schedule of Obligations Under Capital Leases
For the Fiscal Year Ended June 30, 2010**

<u>Purpose</u>	<u>Amount of Original Issue</u>	<u>Amount Outstanding June 30, 2009</u>	<u>Issued Current Year</u>	<u>Retired Current Year</u>	<u>Amount Outstanding June 30, 2010</u>
School Buses	\$ 120,746.73	\$ 75,303.04	\$ -	\$ 24,111.33	\$ 51,191.71
Roof, HVAC, CAD Room, Façade	595,237.50	423,291.14		101,753.56	321,537.58
Rotary Mower	45,426.25	35,336.61		8,133.52	27,203.09
Honiss Façade & H.S. Boilers	456,750.00	<u>-</u>	<u>456,750.00</u>	<u>95,422.08</u>	<u>361,327.92</u>
		<u>\$ 533,930.79</u>	<u>\$ 456,750.00</u>	<u>\$ 229,420.49</u>	<u>\$ 761,260.30</u>

**BOARD OF EDUCATION
BOROUGH OF DUMONT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2010**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,521,831.00	\$ -	\$ 1,521,831.00	\$ 1,521,831.00	\$ -
Slate Sources:					
Debt Service Aid Type II	12,807.00	-	12,807.00	12,807.00	-
Total - State Sources	12,807.00	-	12,807.00	12,807.00	-
Total Revenues	<u>1,534,638.00</u>		<u>1,534,638.00</u>	<u>1,534,638.00</u>	
EXPENDITURES:					
Regular Debt Service:					
Interest	818,095.00		818,095.00	818,095.00	-
Redemption of Principal	785,000.00		785,000.00	785,000.00	-
Total Regular Debt Service	1,603,095.00		1,603,095.00	1,603,095.00	-
Total Expenditures	<u>1,603,095.00</u>		<u>1,603,095.00</u>	<u>1,603,095.00</u>	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(68,457.00)</u>		<u>(68,457.00)</u>	<u>(68,457.00)</u>	-
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund	-		-	305.23	305.23
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>(68,457.00)</u>		<u>(68,457.00)</u>	<u>(68,151.77)</u>	305.23
Fund Balance, July 1	72,405.19		72,405.19	72,405.19	-
Fund Balance, June 30	\$ 3,948.19	\$ -	\$ 3,948.19	\$ 4,253.42	\$ 305.23
Recapitulation of Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures:					
Budgeted Fund Balance	\$ (68,457.00)	\$ -	\$ (68,457.00)	\$ (68,151.77)	\$ 305.23

STATISTICAL SECTION (UNAUDITED)

GASB requires that ten years of statistical data be presented. Pursuant to State of New Jersey Department of Education requirements issued for the fiscal year ended June 30, 1994, only two years statistical data needed to be presented. Additional year's data will be included each year thereafter until ten years of data is presented.

STATISTICAL SECTION (Unaudited)

Financial Trends

J-1	Net Assets by Component
J-2	Changes in Net Assets
J-3	Fund Balances - Governmental Funds
J-4	Changes in Fund Balances - Governmental Funds
J-5	General Fund - Other Local Revenue by Source

Revenue Capacity

J-6	Assessed Value and Estimated Actual Value of Taxable Property
J-7	Direct and Overlapping Property Tax Rates
J-8	Principal Property Taxpayers
J-9	Property Tax Levies and Collections

Debt Capacity

J-10	Ratios of Outstanding Debt by Type
J-11	Ratios of Net General Bonded Debt Outstanding
J-12	Direct and Overlapping Governmental Activities Debt as of June 30
J-13	Legal Debt Margin Information

Demographic and Economic Information

J-14	Demographic and Economic Statistics
J-15	Principal Employers

Operating Information

J-16	Full-time Equivalent District Employees by Function/Program
J-17	Operating Statistics
J-18	School Building Information
J-19	Schedule of Required Maintenance for School Facilities
J-20	Insurance Schedule

Certain Exhibits do not contain ten years of information since GASBS No. 44 was implemented as of the fiscal year ending June 30,2003.

BOARD OF EDUCATION
BOROUGH OF DUMONT

Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Governmental activities								
Invested in capital assets, net of related debt	\$ 12,906,174.19	\$ 11,734,211.60	\$ 11,241,475.01	\$ 5,859,057.60	\$ (3,925,854.99)	\$ (15,968,333.12)	\$ 862,491.48	\$ 619,433.54
Restricted	1,451,495.45	486,967.33	132,892.63	4,739,641.50	11,748,729.19	24,955,809.37	6,953.98	271,247.63
Unrestricted	(770,543.37)	(1,265,300.95)	(1,204,407.18)	(1,189,347.06)	829,422.06	(1,339,297.70)	(1,372,245.85)	(1,782,126.62)
Total governmental activities net assets	\$ 13,587,126.27	\$ 10,955,877.98	\$ 10,169,960.46	\$ 9,409,352.04	\$ 8,652,296.26	\$ 7,648,178.55	\$ (502,800.39)	\$ (891,445.45)
Business-type activities								
Invested in capital assets, net of related debt	\$ 2,537.33	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	72,043.88	49,746.20	23,997.21	27,206.21	26,178.80	12,728.24	12,895.70	7,021.84
Unrestricted	74,581.21	49,746.20	23,997.21	27,206.21	26,178.80	12,728.24	12,895.70	7,021.84
Total business-type activities net assets	\$ 77,162.42	\$ 99,492.40	\$ 47,994.42	\$ 54,412.42	\$ 52,357.60	\$ 25,456.48	\$ 25,791.40	\$ 14,043.68
District-wide								
Invested in capital assets, net of related debt	\$ 12,908,711.52	\$ 11,734,211.60	\$ 11,241,475.01	\$ 5,859,057.60	\$ (3,925,854.99)	\$ (15,968,333.12)	\$ 862,491.48	\$ 619,433.54
Restricted	1,451,495.45	486,967.33	132,892.63	4,739,641.50	11,748,729.19	24,955,809.37	6,953.98	271,247.63
Unrestricted	(698,499.49)	(1,215,554.75)	(1,180,409.97)	(1,162,140.85)	855,600.86	(1,326,569.46)	(1,359,350.15)	(1,775,104.78)
Total district net assets	\$ 13,661,707.48	\$ 11,005,624.18	\$ 10,193,957.67	\$ 9,436,558.25	\$ 8,678,475.06	\$ 7,660,906.79	\$ (489,904.69)	\$ (884,423.61)

Source: District records

BOARD OF EDUCATION
BOROUGH OF DUMONT

Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Expenses								
Governmental activities								
Instruction								
Regular	\$ 18,469,207.68	\$ 19,240,156.58	\$ 19,102,862.81	\$ 18,682,662.79	\$ 17,195,613.64	\$ 16,526,814.57	\$ 15,751,604.52	\$ 16,065,228.22
Special education	2,979,900.90	2,779,363.43	2,867,223.37	2,786,089.24	2,635,974.34	2,331,288.60	2,145,966.95	1,511,689.92
Other instruction	2,019,074.74	1,977,524.99	2,034,494.98	1,890,264.30	1,451,735.14	1,329,449.67	1,271,820.54	1,176,924.33
Support Services:								
Tuition	4,388,349.89	3,659,234.91	3,457,434.72	3,313,633.99	3,152,581.83	2,922,194.36	2,541,885.39	2,365,903.54
Student and instruction related services	4,272,900.58	4,089,628.39	4,032,856.49	3,783,565.03	3,604,304.14	3,485,630.95	3,750,018.16	3,614,307.65
School administrative services	2,821,535.74	2,790,517.08	2,933,319.54	2,865,101.26	2,668,663.09	2,465,815.98	2,091,683.91	1,997,533.63
Administrative information technology	1,518,283.85	1,361,696.82	1,401,557.64	1,431,359.46	1,255,560.27	3,525,666.42	3,422,144.31	3,351,291.54
Plant operations and maintenance	4,462,821.72	4,684,231.54	4,480,569.11	4,243,020.68	3,690,278.02	820,452.97	756,574.14	691,250.17
Pupil transportation	891,859.64	738,775.34	811,827.63	735,834.06	882,092.85	48,332.30	49,716.89	50,297.66
Special Schools	51,623.64	49,224.91	49,434.38	40,460.39	53,135.83	24,464.64	77,559.03	90,383.77
Charter Schools	809,382.52	879,066.02	895,002.61	785,002.61	811,906.79	315,321.33	31,858,973.84	30,914,809.83
Interest on long-term debt	42,684,940.90	42,249,420.01	42,080,867.66	40,574,201.81	37,401,845.94	33,795,431.79		
Total governmental activities expenses	42,684,940.90	42,249,420.01	42,080,867.66	40,574,201.81	37,401,845.94	33,795,431.79	31,858,973.84	30,914,809.83
Business-type activities:								
Food service	431,566.60	414,156.90	385,387.38	325,635.84	293,669.33	324,611.17	321,559.45	287,181.75
Total business-type activities expense	431,566.60	414,156.90	385,387.38	325,635.84	293,669.33	324,611.17	321,559.45	287,181.75
Total district-wide expenses	43,116,507.50	42,663,576.91	42,466,255.04	40,899,837.65	37,695,515.27	34,120,042.96	32,180,533.29	31,201,991.58
Program Revenues								
Governmental activities:								
Charges for services:								
Pupil transportation		13,301.00	30,124.27	29,934.63	41,465.00	34,270.61	40,526.00	39,365.50
Special Schools		37,912.29	900,333.99	785,002.61	811,906.79	134,613.00	5,208,694.53	4,613,488.06
Interest on long-term debt	796,575.52	879,066.02	7,112,933.45	6,915,008.00	5,749,748.28	6,109,599.36	5,249,220.53	4,652,863.56
Operating grants and contributions	6,093,029.32	5,837,978.85	8,043,391.71	7,729,945.24	6,603,120.07	6,278,482.91		
Total governmental activities program revenues	6,889,604.84	6,768,258.16	8,043,391.71	7,729,945.24	6,603,120.07	6,278,482.91		

BOARD OF EDUCATION
BOROUGH OF DUMONT

Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Business-type activities								
Charges for services	\$ 336,132.16	\$ 349,481.45	\$ 288,815.26	\$ 247,537.72	\$ 254,708.79	\$ 259,211.45	\$ 261,311.72	\$ 226,575.25
Food service	120,259.45	90,424.44	93,363.09	78,882.63	50,986.90	46,826.80	47,617.71	47,510.77
Operating grants and contributions	456,401.61	439,905.89	382,178.35	326,420.35	305,635.69	306,038.25	308,929.43	274,086.02
Total business-type activities program revenues	7,346,006.45	7,208,164.05	8,425,570.06	8,056,365.59	6,908,815.76	6,584,521.22	5,558,149.96	4,926,939.58
Total district-wide program revenues								
Net (Expense)/Revenue	(35,795,336.06)	(35,481,161.85)	(34,037,475.95)	(32,844,256.57)	(30,798,725.87)	(27,516,948.82)	(26,609,753.31)	(26,261,956.27)
Governmental activities	24,835.01	25,748.99	(3,209.03)	784.51	12,026.36	(18,572.92)	(12,630.02)	(13,095.73)
Business-type activities	(35,770,501.05)	(35,455,412.86)	(34,040,684.98)	(32,843,472.06)	(30,786,699.51)	(27,535,521.74)	(26,622,383.33)	(26,275,052.00)
Total district-wide net expense								
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes:								
Property taxes, levied for general purposes	29,674,983.00	28,810,663.00	28,428,915.00	27,173,953.00	25,337,106.00	24,088,071.00	22,823,934.00	22,113,286.00
Property taxes, levied for debt service principal	725,255.48	638,056.98	499,541.01	612,485.39	657,193.21	4,357,467.25	5,027,030.49	19,094.23
Federal and State aid not restricted	7,430,659.16	6,670,611.81	5,572,721.22	5,288,149.41	5,198,346.87	4,357,467.25	3,330.20	4,666,418.01
Tuition (other than special schools)	22,381.37	40,420.61	149,564.42	443,951.52	448,506.09	29,390.99	3,330.20	15,158.12
Investment earnings	181,028.34	84,284.97	139,872.72	64,340.03	46,941.16	55,084.30	274,862.87	107,993.21
Miscellaneous income								(43,901.08)
Special item - proceeds from sale of assets	392,277.00				86,340.00	8,169,398.60	(18,500.00)	(18,000.00)
N.J. Economic Development Authority grants					(770.00)	(18,000.00)	(18,500.00)	26,860,048.49
Transfers	38,426,584.35	36,267,079.37	34,798,084.37	33,601,312.35	31,802,843.58	36,807,947.13	28,130,862.15	
Total governmental activities								
Business-type activities:								
Investment earnings								31.25
Transfers			0.03	242.90	654.20	405.46	3.88	18,000.00
Total business-type activities								18,031.25
Total district-wide general revenues	38,426,584.35	36,267,079.37	34,798,084.40	33,601,555.25	31,804,267.78	36,826,352.59	28,149,366.03	26,878,079.74
Change in Net Assets								
Governmental activities	2,631,248.29	785,917.52	760,608.42	757,055.78	1,004,117.71	9,290,998.31	1,521,108.84	598,092.22
Business-type activities	24,835.01	25,748.99	(3,209.00)	1,027.41	13,450.56	(167.46)	5,873.86	4,935.52
Total district-wide change in net assets	\$ 2,656,083.30	\$ 811,666.51	\$ 757,399.42	\$ 758,083.19	\$ 1,017,568.27	\$ 9,290,830.85	\$ 1,526,982.70	\$ 603,027.74

Source: District records

BOARD OF EDUCATION
BOROUGH OF DUMONT

Fund Balances - Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
General Fund								
Reserved	\$ 1,455,405.87	\$ 556,797.12	\$ 374,727.90	\$ 164,148.02	\$ 299,833.31	\$ 87,418.22	\$ 26,053.56	\$ 26,053.56
Unreserved	803,983.63	370,304.05	516,856.82	491,480.94	405,695.91	364,034.80	544,781.65	185,513.88
Total general fund	\$ 2,259,389.50	\$ 927,101.17	\$ 891,584.72	\$ 655,628.96	\$ 705,529.22	\$ 451,453.02	\$ 570,835.21	\$ 211,567.44
All Other Governmental Funds								
Reserved	\$ 5,300.00	\$ 304,450.02	\$ 2,759,205.40	\$ 3,900,149.77	\$ 11,668,646.40	\$ 5,340,280.51	\$ -	\$ -
Unreserved, reported in:								
Special revenue fund			(2,920,066.80)	601,468.69	1,915,363.00	19,755,054.37	(2,793.36)	(5,970.93)
Capital projects fund	220,779.91	(203,728.77)	123,456.86	286,140.65	212,971.15		(6,526.88)	212,971.15
Debt service fund	4,253.42	72,405.19	(37,404.54)	\$ 4,787,759.11	\$ 13,796,980.55	\$ 25,095,334.88	\$ (9,320.24)	38,193.85
Total all other governmental funds	\$ 230,333.33	\$ 173,126.44	\$ (37,404.54)	\$ 4,787,759.11	\$ 13,796,980.55	\$ 25,095,334.88	\$ (9,320.24)	\$ 245,194.07
Total Fund Balances	\$ 2,489,722.83	\$ 1,100,227.61	\$ 854,180.18	\$ 5,443,388.07	\$ 14,502,509.77	\$ 25,546,787.90	\$ 561,514.97	\$ 456,761.51

Source: District records

BOARD OF EDUCATION
BOROUGH OF DUMONT

Changes in Fund Balances - Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Revenues								
Tax levy	\$ 31,196,814.00	\$ 30,327,786.00	\$ 29,828,790.00	\$ 28,571,441.00	\$ 26,806,206.00	\$ 24,222,684.00	\$ 22,916,605.00	\$ 22,222,764.00
Tuition charges		23,042.00	7,470.00	18,433.00	70,645.25	63,661.60	3,330.20	
Transportation fees		13,301.00						
Interest earnings	22,381.37	40,420.61	149,564.42	443,951.52	448,506.09	126,534.99	5,092.62	15,158.12
Miscellaneous	181,028.34	126,197.26	172,996.99	174,791.06	48,211.73	59,527.67	315,388.87	151,350.71
State sources	11,152,144.58	11,719,702.62	11,981,878.70	11,423,730.72	10,162,929.67	9,736,449.80	9,477,977.39	8,577,212.59
Federal sources	2,371,543.90	784,888.04	700,775.97	698,910.29	783,894.91	726,173.44	680,188.60	608,317.71
Total revenues	44,923,912.19	43,035,337.53	42,841,476.08	41,331,257.59	38,320,393.65	34,935,031.50	33,398,582.68	31,574,803.13
Expenditures								
Instruction								
Regular instruction	14,438,070.28	14,930,693.26	13,891,434.28	13,829,059.36	13,344,093.27	13,048,924.60	12,347,631.09	12,862,912.41
Special education instruction	2,421,496.44	2,262,613.54	2,207,289.14	2,176,321.47	2,136,066.98	1,879,489.03	1,718,787.91	1,204,980.64
Other instruction	1,603,467.02	1,572,413.37	1,529,415.76	1,449,009.77	1,115,238.40	1,074,488.43	1,027,228.11	977,604.23
Support Services:								
Tuition	4,388,349.89	3,659,234.91	3,457,434.72	3,313,633.99	3,152,581.83	2,922,194.36	2,541,885.39	2,365,903.54
Student and instruction related services	3,371,060.90	3,244,866.98	2,988,655.36	2,856,463.11	2,743,377.66	2,765,835.84	3,102,307.43	3,008,587.87
School administrative services	2,158,532.14	2,210,815.96	2,159,874.08	2,112,823.57	2,080,117.50	2,063,644.56	1,643,365.88	1,597,253.63
General and business administrative services	1,254,889.10	1,148,140.29	1,165,081.00	1,216,559.75	1,048,845.19	998,117.14	959,591.50	862,678.91
Plant operations and maintenance	3,775,087.62	4,035,607.27	3,654,657.01	3,465,551.30	3,124,393.75	2,973,499.00	2,900,268.82	2,918,589.39
Pupil transportation	834,988.73	662,028.32	744,818.10	699,377.13	859,776.23	798,933.07	741,265.81	695,441.84
Employee benefits	7,495,633.37	7,519,985.51	9,170,479.91	8,534,936.94	6,813,304.30	6,144,095.34	5,817,516.79	5,133,110.68
Special Schools	40,643.70	37,912.29	36,395.00	29,934.63	41,055.74	38,167.91	39,466.63	40,108.78
Charter Schools			8,953.00	17,218.00		24,464.64		
Capital outlay	986,109.78	332,485.43	5,398,265.22	9,342,749.50	11,592,524.81	1,515,545.31	298,551.36	442,296.74
Debt service:								
Principal	785,000.00	740,000.00	705,000.00	675,000.00	650,000.00	60,000.00	60,000.00	60,000.00
Interest and other charges	818,095.00	840,540.52	908,168.89	792,487.50	819,100.00	98,156.94	77,462.50	90,740.02
Total expenditures	44,383,443.97	46,189,716.35	48,025,921.47	50,511,126.02	49,520,475.66	36,405,556.17	33,275,329.22	32,260,208.68
Excess (Deficiency) of revenues over (under) expenditures	540,468.22	(3,154,378.82)	(5,184,445.39)	(9,179,868.43)	(11,200,082.01)	(1,470,524.67)	123,253.46	(685,405.55)

BOARD OF EDUCATION
BOROUGH OF DUMONT

Changes in Fund Balances - Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,							
	2010	2009	2008	2007	2006	2005	2004	2003
Other Financing sources (uses)								
Capital leases (non-budgeted)	456,750.00							196,000.00
Lease-Purchase Agreements	392,277.00							(43,901.08)
N.J. Economic Development Authority Grants								
Serial Bond Proceeds	305.23	3,355,000.00						3,628.16
Transfers in	(305.23)	12,365.85	54,477.10	271,602.04	619,165.97	203,034.99	70.77	(21,828.16)
Transfers out	849,027.00	(12,365.85)	(54,477.10)	(271,602.04)	(619,935.97)	(221,034.99)	(18,570.77)	(134,098.92)
Total other financing sources (uses)		3,400,426.25	595,237.50	120,746.73	155,803.88	26,455,797.60	(18,500.00)	
Net change in fund balances	\$ 1,389,495.22	\$ 246,047.43	\$ (4,589,207.89)	\$ (9,059,121.70)	\$ (11,044,278.13)	\$ 24,985,272.93	\$ 104,753.46	\$ (551,306.63)
Debt service as a percentage of noncapital expenditures	3.70%	3.69%	3.78%	3.56%	3.87%	0.45%	0.42%	0.47%

Source: District records

BOARD OF EDUCATION
BOROUGH OF DUMONT

General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

Fiscal Year Ended June 30,	Total	Tuition	Transportation Fees	Interest	Summer Enrichment	Rentals	Health Benefits Rebate	Pre-School Inclusion Fees	Miscellaneous
2001	\$ 193,304.63			\$ 35,891.89					\$ 157,412.74
2002	173,286.80			8,315.78					164,971.02
2003	158,688.67			11,329.96					147,358.71
2004	321,162.92	3,330.20		5,021.85			233,499.56		79,311.31
2005	215,210.07	63,661.60		96,464.17					55,084.30
2006	198,057.68	70,645.25		80,471.27					46,941.16
2007	341,410.73	18,433.00		228,703.07					94,274.66
2008	276,421.31	7,470.00		98,954.32				58,500.00	111,496.99
2009	202,960.87	23,042.00	13,301.00	40,420.61	41,380.00			58,700.00	67,497.26
2010	203,104.48			22,076.14		25,000.00		59,620.00	55,028.34

Source: District records

BOARD OF EDUCATION
BOROUGH OF DUMONT

Assessed Value and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate
2001	\$ 1,120,300	\$ 870,617,400	\$ 10,500	\$ 52,722,600	\$ 4,188,900	\$ 28,352,100	\$ 957,011,800	\$ 3,132,236	\$ 960,144,036	1,181,303,382	2.166
2002	1,365,300	872,146,256	10,500	52,434,600	4,188,900	28,352,100	958,497,656	3,221,423	961,719,079	1,247,983,702	2.253
2003	1,165,900	875,343,356	10,500	52,284,100	4,188,900	28,352,100	961,344,856	2,878,915	964,223,771	1,309,852,978	2.347
2004	1,427,300	879,006,556	10,500	51,887,400	4,188,900	28,352,100	964,872,756	2,478,291	967,351,047	1,503,140,619	2.437
2005	1,181,800	1,898,270,100	10,500	103,507,200	7,064,200	69,375,100	2,079,408,900	4,108,834	2,083,517,734	1,678,736,308	1.225
2006	1,591,400	1,898,568,500	10,500	101,037,000	6,762,200	69,375,100	2,077,344,700	3,279,421	2,080,624,121	1,962,536,536	1.331
2007	1,141,800	1,903,953,900	10,500	99,752,100	6,762,200	69,306,500	2,080,927,000	3,358,426	2,084,285,426	2,192,985,501	1.401
2008	1,141,800	1,907,992,400	10,500	98,896,200	6,762,200	65,295,700	2,084,109,600	2,943,172	2,087,052,772	2,282,621,432	1.441
2009	1,141,800	1,910,674,700	10,500	99,463,500	6,762,500	65,295,700	2,083,348,700	2,943,172	2,086,291,872	2,362,073,016	1.475
2010	1,091,400	1,910,771,200	10,500	100,789,900	6,762,200	65,245,700	2,084,670,900	6,385,805	2,091,056,705	2,264,781,906	1.526

Source: Municipal Tax Assessor

BOARD OF EDUCATION
BOROUGH OF DUMONT

Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)
Unaudited

Fiscal Year Ended December 31,	School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Municipality	County		
2001	2.150	0.016	2.166	0.849	0.275		3.290
2002	2.235	0.018	2.253	0.888	0.289		3.430
2003	2.331	0.016	2.347	0.900	0.283		3.530
2004	2.423	0.014	2.437	1.012	0.321		3.770
2005	1.217	0.008	1.225	0.552	0.163		1.940
2006	1.260	0.071	1.331	0.612	0.177		2.120
2007	1.331	0.070	1.401	0.638	0.191		2.230
2008	1.371	0.070	1.441	0.667	0.203		2.311
2009	1.402	0.076	1.475	0.692	0.218		2.385
2010	1.402	0.077	1.526	0.724	0.213		2.463

Source: Municipal Tax Collector

BOARD OF EDUCATION
BOROUGH OF DUMONT

Principal Property Taxpayers
Current Year and Ten Years Ago
Unaudited

Fiscal Year Ended June 30,	2010		2000	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Dumont Terrace Apartments	\$ 18,031,100	0.86%	\$ 4,002,300	0.42%
Bell Atlantic	9,667,298	0.46%	8,236,413.00	0.87%
Etc. Properties, LP	9,225,300	0.44%	3,000,000	0.32%
Merrit Associates	9,000,000	0.43%	4,019,400	0.42%
Walfield Realty	3,816,500	0.18%	1,919,400	0.20%
Kent Apartments of Dumont	3,570,000	0.17%	1,946,200	0.21%
Withinvestors Dumont LLC	3,422,100	0.16%	-	
Adamiak Family LTD Partnership	3,342,000	0.16%	-	
375 Franklin LP	3,289,400	0.16%	-	
Birchwood Gardens	2,950,000	0.14%		
Total	\$ 66,313,698	3.18%	\$ 23,123,713	2.44%

Source: Municipal Tax Assessor

BOARD OF EDUCATION
BOROUGH OF DUMONT

Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the		Collections in Subsequent Years	Total Collections to Date	
		Levy Amount	Percentage of Levy		Amount	Percentage of Levy
2000	\$ 30,354,652	\$ 29,949,434	98.66%	\$ 405,218	\$ 30,354,652	100.00%
2001	31,602,022	31,301,887	99.05%	300,135	31,602,022	100.00%
2002	33,067,375	32,672,593	98.80%	394,782	33,067,375	100.00%
2003	34,129,591	33,704,913	98.75%	424,678	34,129,591	100.00%
2004	36,314,452	35,916,540	98.90%	397,912	36,314,452	100.00%
2005	40,454,718	39,894,835	98.61%	559,883	40,454,718	100.00%
2006	44,159,100	43,513,861	98.53%	645,239	44,159,100	100.00%
2007	46,540,968	45,878,659	98.57%	662,309	46,540,968	100.00%
2008	48,285,235	47,484,460	98.34%	800,775	48,285,235	100.00%
2009	49,385,141	48,812,405	98.84%		48,812,405	98.84%

Source: Municipal Tax Collector

BOARD OF EDUCATION
BOROUGH OF DUMONT

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities			Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases				
2001	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%	-
2002	1,640,000	-	66,000	800,000	-	2,506,000	144	0.51%	144
2003	1,580,000	-	207,000	-	-	1,787,000	103	0.36%	103
2004	1,520,000	-	147,000	2,000,000	-	3,667,000	212	0.71%	212
2005	19,710,000	-	128,399	-	-	19,838,399	1,154	3.76%	1,154
2006	19,060,000	-	107,381	-	-	19,167,381	1,127	3.56%	1,127
2007	18,385,000	-	156,705	4,000,000	-	22,541,705	1,331	4.09%	1,331
2008	17,680,000	-	618,713	4,355,000	-	22,653,713	1,340	3.99%	1,340
2009	20,295,000	-	533,931	-	-	20,828,931	1,228	3.55%	1,228
2010	19,510,000	-	761,260	-	-	20,271,260	1,195	3.46%	1,195

BOARD OF EDUCATION
BOROUGH OF DUMONT

Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2001	\$ -	\$ -	\$ -	0.00%	\$ -
2002	1,640,000	-	1,640,000	0.17%	94
2003	1,580,000	-	1,580,000	0.16%	91
2004	1,520,000	-	1,520,000	0.16%	88
2005	19,710,000	-	19,710,000	0.95%	1,147
2006	19,060,000	-	19,060,000	0.92%	1,121
2007	18,385,000	-	18,385,000	0.88%	1,086
2008	17,680,000	-	17,680,000	0.85%	1,046
2009	20,295,000	-	20,295,000	0.97%	1,196
2010	19,510,000	-	19,510,000	0.93%	1,150

BOARD OF EDUCATION
BOROUGH OF DUMONT

Direct and Overlapping Governmental Activities Debt
As of December 31, 2009
Unaudited

Net Direct Debt of School District as of December 31, 2009	\$	20,296,464
Net Overlapping Debt of School District: Township of Dumont (100%)	\$	20,900,048
County of Bergen - Borough's share of \$681,875,430 at December 31, 2009 (1.2489%)		8,516,084
Bergen County Utilities Authority - Water Pollution Control System - Borough's share of \$277,341,594 at December 31, 2009 (2.34%)		<u>6,489,793</u>
Total Direct and Overlapping Bonded Debt as of December 31, 2009	\$	<u>56,202,389</u>

Source: Borough of Dumont Chief Financial Officer and Bergen County Treasurer's Office.

BOARD OF EDUCATION
BOROUGH OF DUMONT

Legal Debt Margin Information
Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Fiscal Year 2010

Equalized valuation basis	
2007	2,272,995,085
2008	2,362,936,054
2009	2,253,730,420
	<u>\$ 6,889,661,559</u>
Average equalized valuation of taxable property	<u>\$ 2,296,553,853</u>
Debt limit (4 % of average equalization value)	91,862,154
Total Net Debt Applicable to Limit	<u>20,296,464</u>
Legal debt margin	<u>\$ 71,565,690</u>

	Fiscal Year				
	2006	2007	2008	2009	2010
Debt limit	\$ 68,241,157	\$ 77,407,074	\$ 85,525,041	\$ 90,919,108	\$ 91,862,154
Total net debt applicable to limit	<u>19,150,727</u>	<u>18,385,601</u>	<u>21,036,464</u>	<u>20,386,589</u>	<u>20,296,464</u>
Legal debt margin	<u>\$ 49,090,430</u>	<u>\$ 59,021,473</u>	<u>\$ 64,488,577</u>	<u>\$ 70,532,519</u>	<u>\$ 71,565,690</u>

Total net debt applicable to the limit as a percentage of debt limit

	28.06%	23.75%	24.60%	22.42%	22.09%
--	--------	--------	--------	--------	--------

	Fiscal Year				
	2001	2002	2003	2004	2005
Debt limit	\$ 40,425,324	\$ 43,202,601	\$ 52,804,610	\$ 47,302,462	\$ 59,664,455
Total net debt applicable to limit	<u>2,600,000</u>	<u>2,540,000</u>	<u>1,670,125</u>	<u>19,860,727</u>	<u>19,800,727</u>
Legal debt margin	<u>\$ 37,825,324</u>	<u>\$ 40,662,601</u>	<u>\$ 51,134,485</u>	<u>\$ 27,441,735</u>	<u>\$ 39,863,728</u>

Total net debt applicable to the limit as a percentage of debt limit

	6.43%	5.88%	3.16%	41.99%	33.19%
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Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation

BOARD OF EDUCATION
BOROUGH OF DUMONT

Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2001	17,459	\$ 476,345,595	\$ 27,284	3.4%
2002	17,421	489,568,080	28,102	4.6%
2003	17,367	502,692,079	28,945	4.5%
2004	17,332	516,729,365	29,814	3.7%
2005	17,191	527,901,416	30,708	2.7%
2006	17,007	537,918,677	31,629	2.9%
2007	16,935	551,710,612	32,578	2.6%
2008	16,907	567,322,377	33,555	3.4%
2009	16,967	586,415,776	34,562	6.1%
2010	16,967 (Est.)	586,415,776 (Est.)	34,562 (Est.)	

Sources:

Population information provided by the NJ Dept of Labor and Workforce Development
 Personal income has been estimated based upon the municipal population and per capita personal income presented
 Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
 Unemployment data provided by the NJ Dept of Labor and Workforce Development

BOARD OF EDUCATION
BOROUGH OF DUMONT

Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
Unaudited

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Instruction	183	182	181	178	184	185	189	192	193	192
Regular	3	3	3	3	3	3	4	4	4	4
Special education	16	16	16	16	16	16	16	16	16	16
Other instruction										
Support Services:	50	50	50	50	50	50	50	50	50	50
Student and instruction related services	4	4	4	4	4	4	4	4	4	4
General administrative services	23	23	23	23	23	23	23	23	23	23
School administrative services	2	2	2	2	2	2	2	2	2	2
Other administrative services	2	2	2	2	2	2	2	2	2	2
Central Services	1	1	1	1	1	1	1	1	1	1
Administrative information technology	38	38	38	35	35	35	35	35	35	35
Plant operations and maintenance	1	1	1	1	1	1	3	3	4	4
Pupil transportation	4	4	4	4	4	4	4	4	4	4
Other support services										
Total	327	326	325	319	325	326	333	336	339	338

Source: District Personnel Records

BOARD OF EDUCATION
BOROUGH OF DUMONT

Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year	Pupil/Teacher Ratio										
	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Elementary	Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2001	2,640	28,144,530	10,663	5.19%	211	1:14.3	1:11.3	2,615.5	2,493.9	1.29%	95.35%
2002	2,685	28,553,723	10,635	-0.27%	215	1:14.6	1:11.7	2,635.1	2,516.3	0.75%	95.49%
2003	2,692	31,215,540	11,598	9.06%	213	1:14.9	1:11.2	2,650.6	2,533.2	0.59%	95.57%
2004	2,663	32,060,394	12,039	3.81%	204	1:14.7	1:9.9	2,623.7	2,502.3	-1.01%	95.37%
2005	2,698	33,926,887	12,575	4.45%	210	1:13.3	1:11.6	2,640.4	2,513.3	0.64%	95.19%
2006	2,741	36,458,850	13,301	5.78%	212	1:14.1	1:12.2	2,664.0	2,545.1	0.89%	95.54%
2007	2,679	39,700,889	14,819	11.41%	211	1:13.1	1:11.9	2,687.7	2,564.0	4.66%	95.40%
2008	2,860	41,014,487	14,341	-3.23%	212	1:12.1	1:11.4	2,812.9	2,690.2	4.66%	95.64%
2009	2,831	41,284,321	14,583	1.69%	214	1:12.7	1:11.6	2,803.0	2,676.4	-0.35%	95.48%
2010	2,851	41,782,239	14,655	0.50%	217	1:12.3	1:11.9	2,805.9	2,690.5	0.10%	95.89%

Source: District records

Note: Enrollment based on annual October district count

BOARD OF EDUCATION
BOROUGH OF DUMONT

School Building Information
Last Ten Fiscal Years
Unaudited

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
District Building										
Elementary										
Lincoln Elementary School (K-5)(1911)	30,350	30,350	30,350	30,350	30,350	30,350	30,350	40,900	40,900	40,900
Square Feet	209	209	209	209	209	209	217	234	234	234
Capacity (students)	226	224	238	204	219	203	201	205	208	216
Enrollment	48,890	48,890	48,890	48,890	48,890	48,890	48,890	55,880	55,880	55,880
Grant Elementary School(K-5)(1911)	428	428	428	428	428	428	446	446	446	446
Square Feet	428	429	452	418	408	384	389	433	415	421
Capacity (students)	428	429	452	418	408	384	389	433	415	421
Enrollment ^a	64,308	64,308	64,308	64,308	64,308	64,308	68,452	68,452	68,452	68,452
Lovell J. Honiss School(K-8) (1955)	502	502	502	502	502	502	519	519	519	519
Square Feet	714	737	719	715	718	698	691	700	716	712
Capacity (students)	52,912	52,912	52,912	52,912	52,912	52,912	58,612	58,612	58,612	58,612
Enrollment	505	505	505	505	505	505	514	514	514	514
Charles A. Seizer School(K-8) (1961)	533	547	526	556	537	552	547	597	574	537
Square Feet	137,356	137,356	137,356	137,356	137,356	137,356	142,756	142,756	142,756	142,756
High School	530	530	530	530	530	530	530	530	530	530
Dumont High School (1929)	724	738	744	766	793	828	841	880	875	914
Square Feet	6,501	6,501	6,501	6,501	6,501	6,501	6,501	6,501	6,501	6,501
Capacity (students)	2,160	2,160	2,160	2,160	2,160	2,160	2,160	2,160	2,160	2,160
Enrollment										
Other										
Central Administration (1977)										
Square Feet										
Maintenance Building(1992)										
Square Feet										

Number of Schools at June 30, 2010
 Elementary K-5 = 2
 Elementary K-8 = 2
 Senior High School = 1
 Other = 0

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of alterations and additions. Enrollment is based on the annual October district count.

BOARD OF EDUCATION
BOROUGH OF DUMONT

General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
Unaudited

Undistributed Expenditures--Required
Maintenance for School Facilities
11-000-261-xxx

-School Facility	Pending Projects (W/DOE Project #)	Gross Building Area (SF)	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Dumont High School	SP1130-040-03-0700	142,756	\$ 158,827	\$ 193,773	\$ 171,933	\$ 179,471	\$ 155,237	\$ 243,257	\$ 245,025	\$ 243,621	\$ 275,589	\$ 242,318
Grant School	SP1130-040-04-1000	55,880	62,171	75,850	67,301	70,251	60,765	56,061	55,962	58,809	66,534	58,501
Honiss School	SP1130-050-03-0670 SP99121	68,452	76,158	92,915	82,442	86,057	74,437	111,380	121,359	112,910	127,716	112,297
Lincoln School	SP1130-060-03-0699	40,900	45,504	55,516	49,259	51,419	44,476	30,932	34,620	32,832	37,161	32,675
Charles A. Setzer School	SP1130-070-03-0669 SP99232	58,612	65,210	79,558	70,591	73,686	63,736	74,370	72,941	77,409	87,582	77,008
	SP1130-080-03-0701											
	SP1130-080-04-1000											
District Total		366,600	\$ 407,870	\$ 497,612	\$ 441,526	\$ 460,884	\$ 398,651	\$ 516,000	\$ 529,907	\$ 525,581	\$ 594,582	\$ 522,799

*School facilities as defined under EFCFA.
(N.J.A.C.6A:26-1.2 and N.J.A.C.6A:26A-1.3)

**BOARD OF EDUCATION
BOROUGH OF DUMONT**

**Insurance Schedule
As of June 30, 2010
Unaudited**

	<u>Coverage</u>	<u>Deductible</u>
Northeast Bergen County School Board Insurance Group:		
Property - Blanket Building & Contents	\$ 92,369,767	\$ -
Comprehensive General Liability	2,000,000	
Employee Benefits Liability	1,000,000	1,000
Boiler and Machinery	100,000,000	1,000
Environmental Legal Liability	3,000,000	15,000
Commercial Automobile Liability	1,000,000	1,000/1,000
Workers' Compensation (Employer's Liability)	1,000,000	
Commercial Umbrella Liability	9,000,000	10,000
Excess Liability (Excess of 10,000,000)	50,000,000	
School Board Legal Liability	1,000,000	10,000
Employee Dishonesty	250,000	5,000
Surety Bonds:		
Treasurer of School Moneys	250,000	
Board Secretary	100,000	

Source: District records.

Single Audit Section

T. M. Vrabel & Associates, LLC
Accountants and Auditors

K-1
Sheet 1

Timothy M. Vrabel, RMA, PSA
Chris C. Hwang, CPA

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

The Honorable President
Members of the Board of Education
Borough of Dumont School District
County of Bergen, New Jersey

We have audited the basic financial statements of the Borough of Dumont School District as of and for the year ended June 30, 2010, and have issued our report thereon dated August 13, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and in compliance with audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Borough of Dumont School District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Dumont School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough of Dumont School District's internal control over financial reporting.

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

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Our consideration of the 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 over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Dumont's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Governmental 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 and use of management, the Borough of Dumont and the New Jersey Department of Education and other state and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Timothy M. Vrabel
Public School Accountant
License No. CS000698



Chris C. W. Hwang
Certified Public Accountant
License No. CC033704

August 13, 2010

T. M. Vrabel & Associates, LLC
Accountants and Auditors

K-2
Sheet 1

Timothy M. Vrabel, RMA, PSA
Chris C. Hwang, CPA

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

The Honorable President
Members of the Board of Education
Borough of Dumont School District
County of Bergen, New Jersey

Compliance

We have audited the compliance of the Borough of Dumont School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that are applicable to each of its major federal and state programs for the year ended June 30, 2010. Borough of Dumont School District 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 Borough of Dumont School District's management. Our responsibility is to express an opinion on Borough of Dumont School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and New Jersey Office of Management and Budget Circular Letter 04-04 Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, OMB Circular A-133 and New Jersey OMB's Circular Letter 04-04 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about Borough of Dumont School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Borough of Dumont School District's compliance with those requirements.

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In our opinion, the Board of Education of the Borough of Dumont School District, in the County of Bergen, State of New Jersey, 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 year ended June 30, 2010.

Internal Control Over Compliance

The management of Borough of Dumont is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered Borough of Dumont's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB's Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Dumont's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Borough of Dumont's internal control over compliance.

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

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

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



Timothy M. Vrabel
Public School Accountant
License No. CS000698



Chris C. W. Hwang
Certified Public Accountant
License No. CC033704

Dated: July 30, 2010

BOARD OF EDUCATION
BOROUGH OF DUMONT

Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2010

Federal CFDA or Grant Number	Grant Period	Award Amount	Balance July 1, 2009	Adjustments	Cash Received	Disbursements	BUDGETARY EXPENDITURES		Total	Repayment of Prior Years' Balances	Accounts Receivable	Deferred Revenue	Due to Grantor
							Accounts Payable	Encumbrances					
93.778	7/1/09-6/30/10	\$ 325.20	\$ -	\$ -	\$ 325.20	\$ 325.20	\$ -	\$ -	\$ 325.20	\$ -	\$ -	\$ -	\$ -
U.S. Department of Treasury:													\$ 325.20
Medicaid Reimbursement													\$ 325.20
Total U.S. Department of Treasury													\$ 325.20
U.S. Department of Agriculture Passed -													
Through State Department of Education:													
10.550	7/1/09-6/30/10	30,315.37	759.90	-	30,315.37	30,315.37	-	-	30,315.37	-	759.90	-	-
10.555	7/1/09-6/30/10	84,556.94	(5,832.74)	-	77,909.84	84,556.94	-	-	84,556.94	-	(6,647.10)	-	-
10.555	7/1/08-6/30/09	71,646.20	(3,479.11)	-	5,832.74	-	-	-	-	-	(3,479.11)	-	-
10.555	7/1/07-6/30/08	69,998.98	(8,551.95)	-	114,057.95	114,872.31	-	-	114,872.31	-	(9,366.31)	-	-
Total U.S. Department of Agriculture													\$ 114,872.31
U.S. Department of Education Passed -													
Through State Department of Education:													
84.394	7/1/09-6/30/10	1,258,438.00	-	-	1,258,438.00	1,258,438.00	-	-	1,258,438.00	-	-	-	-
84.397	7/1/09-6/30/10	48,716.00	-	-	48,716.00	48,716.00	-	-	48,716.00	-	-	-	-
Total U.S. Department of Education (Fund 10)													\$ 1,307,154.00
General Funds:													
American Recovery and Reinvestment Act:													
Education Stabilization Fund													
Government Services Fund													
Total U.S. Department of Education (Fund 10)													\$ 1,307,154.00
Special Revenue Funds:													
84.010A	9/1/09-8/31/10	119,725.00	(32,348.00)	-	97,202.00	111,638.57	-	8,086.43	119,725.00	-	(22,523.00)	-	-
84.010A	9/1/08-8/31/09	87,332.00	-	-	32,348.00	-	-	-	87,332.00	-	(17,523.00)	-	-
84.367A	9/1/09-8/31/10	68,983.00	(19,083.00)	-	51,460.00	68,983.00	-	-	68,983.00	-	-	-	-
84.367A	9/1/08-8/31/09	69,289.00	(721.00)	-	19,093.00	1,222.00	-	-	1,222.00	-	(1,075.00)	-	-
84.367A	9/1/08-8/31/10	721.00	(10,226.00)	-	147.00	24,360.09	-	298.91	24,659.00	-	(2,659.00)	-	-
84.365A	9/1/09-8/31/10	24,659.00	(10,226.00)	-	721.00	5,354.00	-	-	5,354.00	-	(637.00)	-	-
84.365A	9/1/08-8/31/09	39,485.00	(1,290.00)	-	10,226.00	5,354.00	-	-	5,354.00	-	-	-	-
84.186A	9/1/08-8/31/10	5,290.00	(1,290.00)	-	4,717.00	537,737.76	-	13,178.24	550,916.00	-	(75,171.00)	-	-
84.186A	9/1/08-8/31/09	5,290.00	(1,290.00)	-	1,290.00	475,745.00	-	1,708.68	550,916.00	-	(6,397.00)	-	-
84.027A	9/1/09-8/31/10	550,916.00	(91,903.00)	-	475,745.00	17,527.32	-	-	19,236.00	-	-	-	-
84.027A	9/1/08-8/31/09	553,429.00	(3,479.00)	-	12,839.00	17,527.32	-	-	19,236.00	-	-	-	-
84.173A	9/1/09-8/31/10	19,236.00	(3,479.00)	-	3,479.00	36,281.95	-	-	36,281.95	-	(1,499.95)	-	-
84.173A	9/1/08-8/31/09	19,260.00	(3,479.00)	-	34,782.00	292,658.47	-	-	292,658.47	-	(91,660.47)	-	-
84.389	7/1/09-8/31/11	39,805.00	-	-	200,998.00	244,517.11	-	48,141.36	244,517.11	-	(16,734.21)	-	-
84.391	7/1/09-8/31/11	597,112.00	-	-	1,339.00	10,562.60	-	7,510.61	18,073.21	-	-	-	-
84.392	7/1/09-8/31/11	21,988.00	-	-	1,060,289.00	1,058,184.40	-	78,924.23	1,137,108.63	-	(235,879.63)	-	-
Total U.S. Department of Education (Fund 20)													\$ 2,481,826.15
Total Federal Financial Assistance													\$ 2,481,826.15
Total Federal Financial Assistance													\$ 2,481,826.15

The accompanying Notes to Schedules of Awards and Financial Assistance are an integral part of this schedule.

BOARD OF EDUCATION
BOROUGH OF DUMONT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2010

Note 1: General

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state programs of the Borough of Dumont School District Board of Education. The Board of Education is defined in Note I:B. to the Board's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2: Basis of Accounting

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

Note 3: Relationship to Basic Financial Statements

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules 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 one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, payments are not recognized until the subsequent year due to the state deferral and recording of the state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more deferred June state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

BOARD OF EDUCATION
BOROUGH OF DUMONT
NOTES TO SCHEDULES OF EXPENDITURES OF AWARDS AND FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2010
(CONCLUDED)

Note 3: Relationship to Basic Financial Statements (Continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(76,206.00) for the general fund and (\$73,043.93) for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$1,307,479.20	\$11,139,337.58	\$ 12,446,816.78
Special Revenue Fund	1,064,064.70		1,064,064.70
Debt Service Fund		12,807.00	12,807.00
Food Service Fund	<u>114,872.31</u>	<u>5,397.14</u>	<u>120,269.45</u>
Total Awards and Financial Assistance	<u>\$2,486,416.21</u>	<u>\$11,157,541.72</u>	<u>\$ 13,643,957.93</u>

Note 4: Relationship to Federal and State Financial Reports

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

Note 5: Other

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for post-retirement medical benefits and the normal and accrued liability pension costs for the year ended June 30, 2010. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2010.

BOARD OF EDUCATION
BOROUGH OF DUMONT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010
(CONTINUED)

Part 2 – Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of Government Auditing Standards.

Not Applicable

BOARD OF EDUCATION
BOROUGH OF DUMONT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010
(CONTINUED)

Part 3 – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

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

FEDERAL AWARDS – Not Applicable

STATE FINANCIAL ASSISTANCE – Not Applicable

BOARD OF EDUCATION
BOROUGH OF DUMONT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE YEAR ENDED JUNE 30, 2010

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

Not Applicable