

Comprehensive Annual Financial Report

of the

Harrison Town Board of Education

Harrison, New Jersey

For the Fiscal Year Ended June 30, 2010

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INTRODUCTORY SECTION

BOARD OF EDUCATION
517 HAMILTON STREET
HARRISON, NEW JERSEY 07029

Telephone: (973) 483-2055
Telecopier: (973) 497-1725

MEMBERS

HAROLD G. STAHL, JR. , PRESIDENT
MARIA J. VILA, VICE PRESIDENT
JAMES A. FIFE
VINCENT L. FRANCO
JAMES J. GIGER
EILEEN SCHIMENTI
GABRIELA V. SIMOES
KIMBERLY WOODS

M. CHRISTINE GRIFFIN
BOARD SECRETARY
SCHOOL BUSINESS ADMINISTRATOR

MIICHAEL R. PICHOWICZ
COUNSEL

November 25, 2010

Kimberly A. Woods, President
Members of the Board of Education
517 Hamilton Street
Harrison, New Jersey 07029

Ladies and Gentlemen:

The comprehensive annual financial report of the Harrison School District (the "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 Harrison Town Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. 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 Payments". 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: The Harrison Town School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Harrison Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational as well as special education for handicapped youngsters. The District completed the October 15, 2009 Application for State School Aid with 1,936 students. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
1998-99	1,872	.025
1999-00	1,883	.005
2000-01	1,887	.002
2001-02	1,851	(.009)
2002-03	1,889	.018
2004-05	1,899	(.018)
2005-06	1,838	(.321)
2006-07	1,871	.017
2007-08	1,818	(.322)
2008-09	1,902	.343
2009-10	1,936	.010

2) ECONOMIC CONDITION AND OUTLOOK: The Town of Harrison continues to experience a sluggish economy. The tax ratable base and per capita income continue to qualify the school district for "Abbott" designation.

The Town has designated nearly one-third of the total land area as being "in need of redevelopment". The New Jersey Department of Community Affairs has approved the Town's Redevelopment Plan and, four major developers have been designated. Projects were started during 2003 and other projects will be implemented and approved during the upcoming year.

3) MAJOR INITIATIVES: The District has embraced the Department of Education initiatives in Whole School Reform, School-Based Planning and Budgeting, and Early Childhood Education. The budget reflects school-based budgets from all schools. The Early Childhood Education Program has received an overwhelming response from the community. The Department of Education has estimated that we have reached 100% of our "universe" of 3 and 4 year old students. Individual school staffs and School Management Teams were totally involved in the school-based budgeting process. The District continues to focus on remediation at all grade levels toward attaining state mandated student proficiencies.

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 Board of School Estimate. Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund and 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 cancelled 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 schedules present a summary of the General Fund, Special Revenue Fund and Capital Revenues for the fiscal year ended June 30, 2010.

<u>Revenue</u>	<u>Amount</u>	<u>% of Total</u>
Local Sources	\$ 9,974,916.43	26.90 %
State Sources	21,521,923.33	58.04
Federal Sources	<u>5,582,620.92</u>	<u>15.06</u>
	<u>\$37,079,460.68</u>	<u>100.00 %</u>

The following schedule presents a summary of General Fund, Special Revenue Fund and Capital Expenditures for the fiscal year ended June 30, 2010:

<u>Revenue</u>	<u>Amount</u>	<u>% of Total</u>
Current Expense:		
Instruction	\$ 17,101,379.39	43.25 %
Undistributed Expenditures	21,884,022.55	55.35
Capital Outlay	<u>551,815.92</u>	<u>1.40</u>
	<u>\$ 39,537,217.86</u>	<u>100.00</u>

DEBT ADMINISTRATION: Harrison is a Type I School District, and as such, all debt is municipal debt for school purposes.

The following schedule reflects the District's current borrowing power:

Maximum Permitted Debt (4% of Average Equalized Valuation)	\$ 52,848,856.20
Current School Debt	<u>17,516,484.25</u>
Remaining Borrowing Power	<u>\$ 35,332,371.95</u>

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 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental 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, fidelity bonds and worker's compensation.

11) OTHER INFORMATION:

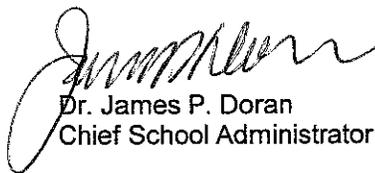
Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Samuel Klein and Company has been selected for this purpose. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 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 Harrison Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of Harrison. These dedicated volunteers have contributed their full support to the development and maintenance of our financial operation.

We would like to thank the administrative staff of the Harrison School District without whose support and efforts this report could not have been accomplished.

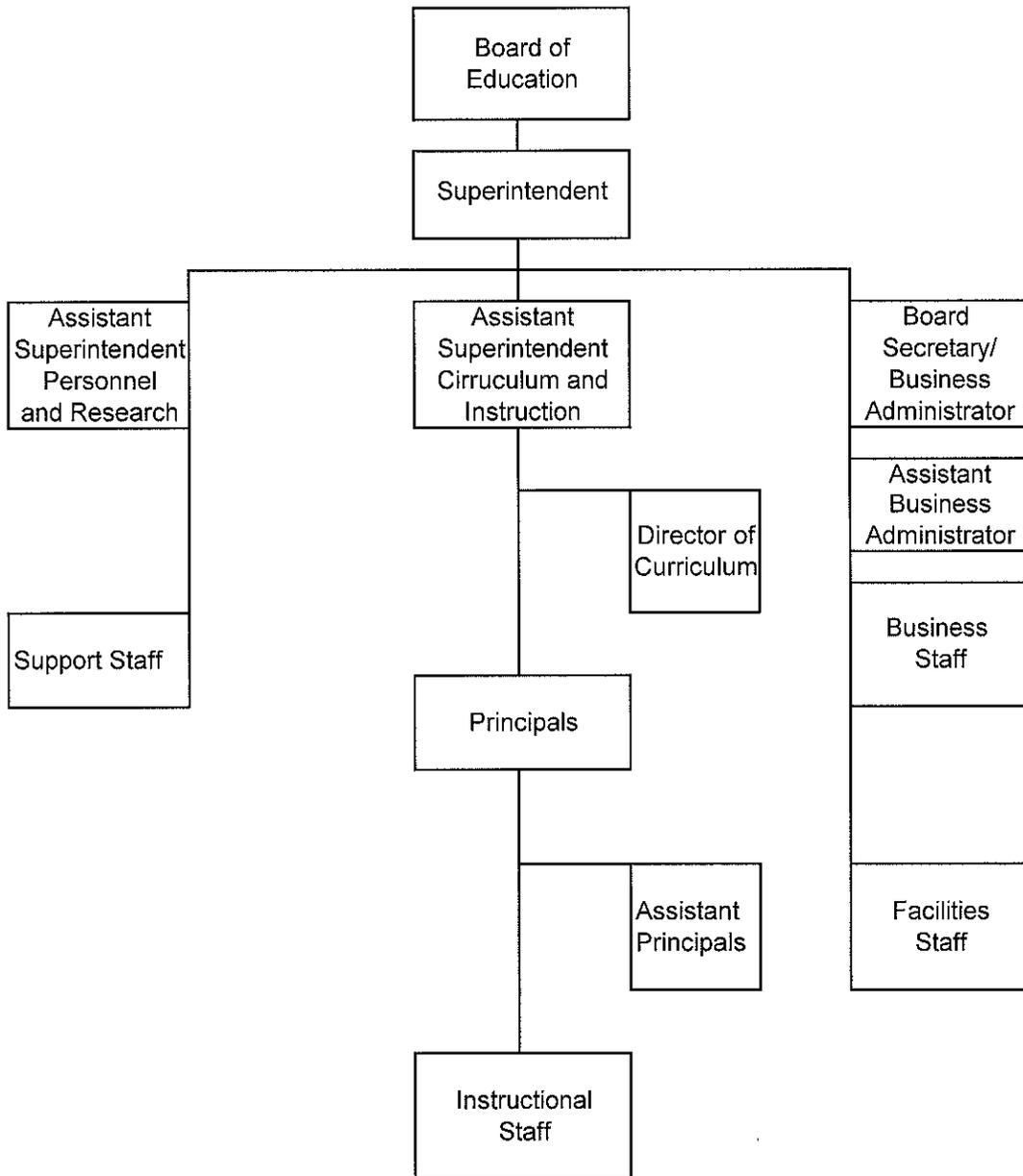
Respectfully submitted,


Dr. James P. Doran
Chief School Administrator


M. Christine Griffin
Board Secretary/School Business Administrator

HARRISON BOARD OF EDUCATION

Organizational Chart (Unit Control)



HARRISON TOWN SCHOOL DISTRICT
HARRISON, NEW JERSEY

BOARD OF EDUCATION MEMBERS

JUNE 30, 2010

2009/2010 SCHOOL YEAR

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Kimberly Woods, President	2013
Harold G. Stahl, Sr., Vice President	2013
James A. Fife	2011
Vincent L. Franco	2012
James Giger	2011
Gabriela V. Simoes	2012
Eileen Schimenti, East Newark Representative	2010
Maria J. Vila	2013

Other Officials

Dr. James P. Doran, Chief School Administrator

M. Christine Griffin, Board Secretary/School Business Administrator

Elizabeth A. Higgins, Treasurer

Michael Pichowicz, Esq., Board Attorney/Assistant Business Administrator

Fred Confessore, Assistant Superintendent

HARRISON TOWN SCHOOL DISTRICT

Consultants and Advisors

Architect/Engineers

CAM Design Group
149 Route 94
Blairstown, New Jersey 07825

Audit Firm

Samuel Klein and Company, CPA's
550 Broad Street
Newark, New Jersey 07102-4517

Attorney

General Counsel

Michael Pichowicz, Esq.
315 Harrison Avenue
Harrison, New Jersey 07029

Labor Counsel

Karen Murray, Esq.
25 Sycamore Avenue
Little Silver, New Jersey 07739

Official Depository

Crown Bank
Harrison Branch
Harrison, New Jersey 07029

Bank of America
Harrison Branch
Harrison, New Jersey 07029

Kearny Federal Savings Bank
Harrison Branch
Harrison, New Jersey 07029

Valley National Bank
Harrison Avenue
Harrison, New Jersey 07029

FINANCIAL SECTION

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

550 BROAD STREET, 11TH FLOOR
NEWARK, N.J. 07102-4543
PHONE (973) 624-6100
FAX (973) 624-6101

36 WEST MAIN STREET, SUITE 301
FREEHOLD, N.J. 07728-2291
PHONE (732) 780-2600
FAX (732) 780-1030

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Harrison Town School District
County of Hudson
Harrison, New Jersey 07029

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Harrison Town School District in the County of Hudson, State of New Jersey, as of and for the fiscal year ended June 30, 2010, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Harrison Town School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and audit requirements as prescribed by the 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Harrison Town Board of Education, in the County of Hudson, State of New Jersey as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, 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 a report dated November 25, 2010 on our consideration of the Harrison Town Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 13 through 17 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. 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 Harrison Town Board of Education's basic financial statements. The accompanying introductory section, and other supplementary information such as the combining and individual fund financial statements, long-term debt schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in 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 Nonprofit Organizations*; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* respectively, 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.



JOSEPH J. FACCONI
Licensed Public School Accountant #194



SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey
November 25, 2010

REQUIRED SUPPLEMENTARY INFORMATION - PART I

BOARD OF EDUCATION
517 HAMILTON STREET
HARRISON, NEW JERSEY 07029

Telephone: (973) 483-2055
Telecopier: (973) 497-1725

MEMBERS

HAROLD G. STAHL, JR., PRESIDENT
MARIA J. VILA, VICE PRESIDENT
JAMES A. FIFE
VINCENT L. FRANCO
JAMES J. GIGER
EILEEN SCHIMENTI
GABRIELA V. SIMOES
KIMBERLY WOODS

M. CHRISTINE GRIFFIN
BOARD SECRETARY
SCHOOL BUSINESS ADMINISTRATOR

MICHAEL R. PICHOWICZ
COUNSEL

November 25, 2010

Honorable President and Members of the Board of Education
Harrison Town Board of Education
517 Hamilton Avenue
Harrison, New Jersey 07029

Dear Board Members:

Management's Discussion and Analysis of Financial Statements

The following analysis of Harrison Town Board of Education's financial performance provides a summary of the District's financial integrity. The intent of the analysis is to provide an interpretation of the financial statements. This is the fifth year of the State Mandated GASB 34 reporting for school districts up to \$100M in revenues. As you know, school districts operate as a non-profit organization. Yet, GASB 34 is instrumental in providing outside entities the opportunity to measure for profit operations. Hence, financial information that is analyzed utilizing GASB 34 for non-profit entities is, in my opinion, irrelevant and misleading. School districts are required to account for asset depreciation even though the need to match revenues with purchased assets are not necessary since all similar purchases are budgeted for in capital outlay and expensed in the operating year.

Statement of Net Assets and the Statement of Activities

The Statement of Net Assets provides a summary of assets, items costing more than \$2,000 each, and their accumulated depreciation. Accumulated depreciation is the yearly costing of an asset's useful life. Accrual accounting is utilized as prescribed by GAAP (Generally Accepted Accounting Principals).

Fund Financial Statements

School Districts utilize two categories for reporting assets. The first category identified as Governmental Funds, records the most activity. Governmental Funds reflects activity within the following sub-groups:

General Fund (Fund 10)

Fund 11 Distributed and Undistributed Instructional Accounts - Asset Producing
Fund 12 Capital Outlay - Asset Producing
Fund 13 Special Schools - Non-Asset Producing

Special Revenue (Fund 20)

Fund 20 Grants and Entitlements - Asset Producing

Capital Projects (Fund 30)

Fund 30 Capital Projects/Construction in Progress - Asset Producing

Fund Financial Statements (Continued)

The second category identified as Business-Type Activities, records assets purchased for the following sub-group:

Enterprise (Fund 50)

Fund 50 Enterprise/Food Service - Asset Producing

Governmental Funds

	Balance <u>June 30, 2009</u>	<u>Additions</u>	Balance <u>June 30, 2010</u>
<u>Governmental Activities</u>			
Land	\$ 2,595,300.00	\$	\$ 2,595,300.00
Site Improvements and Buildings	22,817,020.85	209,158.91	23,026,179.76
Machinery and Equipment	<u>1,115,951.65</u>	<u>342,657.01</u>	<u>1,458,608.66</u>
Total Historical Cost	26,528,272.50	551,815.92	27,080,088.42
Less: Accumulated Depreciation	<u>(8,341,479.00)</u>	<u>(194,718.00)</u>	<u>(8,536,197.00)</u>
Governmental Assets Net Capital Assets	<u>\$ 18,186,793.50</u>	<u>\$ 357,097.92</u>	<u>\$ 18,543,891.42</u>
Noncurrent Liabilities			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Ending Balance</u>
Compensated Absences Payable	<u>\$ 5,275,222.00</u>	<u>\$ 101,285.00</u>	<u>\$ 5,376,507.00</u>

Noncurrent liabilities reflect a significant increase due to initial reporting procedures to comply with GASB 34 and sick leave entitlements reflected as payable versus upon retirement.

Table 2
Change in Net Assets

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>
<u>Revenues</u>		
Local Tax Levy	\$ 8,504,341.00	\$
Tuition Charges	1,327,218.00	
Miscellaneous	133,049.24	71,532.73
Federal/State Sources	18,858,591.51	659,454.35
Other		256,274.55
	<u>28,823,199.75</u>	<u>987,261.63</u>
<u>Expenditures</u>		
Current Expense:		
Regular Instruction	9,343,676.57	
Special Education Instruction	1,376,017.90	
Other Special Instruction	5,001,006.21	
Other Instruction	751,307.09	
Support Services and Undistributed Costs:		
Tuition	3,061,090.61	
Student and Instruction Related Services	3,722,121.57	
School Administrative Services	1,501,703.21	
General Administrative Services	1,440,482.66	
Plant Operations and Maintenance	3,446,672.33	
Pupil Transportation	1,029,150.08	
Business and Other Support	157,197.78	
Cost of Sales		987,261.63
Unallocated Depreciation	194,718.00	
	<u>31,025,144.01</u>	<u>987,261.63</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>(2,201,944.26)</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (2,201,944.26)</u>	<u>\$ -</u>

Governmental Activities

Local tax levy is roughly 27% of the District's source of revenue. Receiving students from East Newark generates tuition revenue. Budgeted revenues were lower due to lack of cash flows to generate interest earned on deposits.

Expenditures for out-of-district placement of classified students equal about 9% of the operating budget. Instructional expenses equal 34% of the operating budget. Instructional expenses include teachers' salaries, supplies, and textbooks.

Student Support Services include health, social work, child study team, athletics and guidance support.

Maintenance and Operations are expenses mandated by the State Department of Education to maintain all building systems. Costs for the maintenance and custodial departments are also included here.

Transportation costs include Athletic, Special Education and Class Trips.

Business Support is expenditures associated with the business and financial aspect of the district. Expenditures include payroll, transportation, accounting, accounts payable, benefits processing, technology and personnel departments.

Remaining Borrowing Margin as of June 30, 2010

School Borrowing Margin (4% of \$1,321,221,405)	\$ 52,848,856.20
Net Bonded School Debt as of June 30, 2010	<u>17,516,484.25</u>
School Borrowing Margin Available	<u><u>\$ 35,332,371.95</u></u>

Tax Rates

Assessment <u>Year</u>	
2010	\$1.958
2009	1.910
2008	1.800
2007	1.810
2006	1.755

Factors that will Impact on the District's Future

After having been designated one of the 30 Special Needs Districts, Harrison continued the process of assessing and implementing the recommendations of the External Review Team.

The needs and strengths of the district were identified and prioritized through a series of meetings with staff and concerned parents, along with the building School Management Teams, which included a district facilitator and a private consultant. As a result, eight objectives were developed grouped into three demonstrably effective categories:

1. To reduce class size and develop meaningful and challenging curricula in order to meet the new Core Curriculum Content Standards.

2. Providing instruction based on individual student needs, strengths and interests with a specific focus on the ESPA, EGPA and HSPT.
3. Introducing the Comer School Development Program at Lincoln School, a whole school reform requirement for Abbott Districts.

Of notable importance, the External Review Team of 1990 recommended that the district permanently alleviate the overcrowded classroom situation in the elementary schools. The New High School opened in September 2007 and resulted in reducing class sizes.

During the 2005-06 school year, central office administrative staff meetings were held to discuss dissemination of DEPA/ECPA components. Follow-up individual school staff meetings were conducted to expose the staff to the efforts of the school management teams in developing the respective building objectives. As a whole school reform requirement for Abbott Districts, Harrison implemented the Comer School Development Program.

Central office round-table meetings were held monthly, in order for the building principals to track and provide documentation regarding the progress of activities contained in the district's objectives. These meetings served as the necessary measure of accountability for implementation of the activities. The coordination of effort was essential to the successful culmination of the District's Operational Plan.

Through our continuing experience, we have learned that in order for meaningful and long-term change to occur, school reform efforts must extend beyond the purview of the individual school. The school system must embrace the role of the provider so that the ideal of high quality education can be delivered to its intended beneficiaries – the students. To this end, the Harrison School District remains committed to its mission of continued school excellence.

For the Future

Construction

The District's Long Range Facility Plan was approved by the Board of Education on October 12, 2006.

The District's projects are under the total control of the New Jersey Economic Development Authority. Projects include:

- Construction of a new High School including land acquisition is complete and opened for the 2007 - 2008 school year.
- Construction of a 12 classroom addition to Lincoln School including land acquisition.
- Renovation of the existing Harrison High School for use as a middle school.
- Renovation of the existing Washington Middle School for use as an elementary school.

Respectively submitted,



M. Christine Griffin
Board Secretary/School Business Administrator

A. DISTRICT-WIDE FINANCIAL STATEMENTS

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2010

A-1

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$	\$ 23,018.74	\$ 23,018.74
Receivables, Net	2,183,025.32	140,770.03	2,323,795.35
Restricted Assets:			
Cash and Cash Equivalents	1.00		1.00
Capital Assets, Net (Note 2)	<u>18,543,891.42</u>		<u>18,543,891.42</u>
Total Assets	<u><u>20,726,917.74</u></u>	<u><u>163,788.77</u></u>	<u><u>20,890,706.51</u></u>
<u>LIABILITIES</u>			
Cash and Cash Equivalents	1,000,985.40		1,000,985.40
Accounts Payable		133,450.44	133,450.44
Payable to Federal Government	28,356.06		28,356.06
Payable to State Government	139,345.78		139,345.78
Interfunds Payable		30,338.33	30,338.33
Deferred Revenue	1,297,481.92		1,297,481.92
Noncurrent Liabilities (Note 3):			
Due Beyond One Year	<u>5,376,507.00</u>		<u>5,376,507.00</u>
Total Liabilities	<u><u>7,842,676.16</u></u>	<u><u>163,788.77</u></u>	<u><u>8,006,464.93</u></u>
<u>NET ASSETS</u>			
Investment in Capital Assets, Net of Related Debt	13,167,384.42		13,167,384.42
Restricted for:			
Other Purposes	1,335,069.40		1,335,069.40
Capital Projects	232,460.45		232,460.45
Unrestricted	<u>(1,850,672.69)</u>		<u>(1,850,672.69)</u>
Total Net Assets	<u><u>\$ 12,884,241.58</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 12,884,241.58</u></u>

See accompanying notes to financial statements.

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

A-2

Function/Programs	Program Revenues		Net (Expense) Revenue and Change In Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business- Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 14,691,803.33	\$	\$ 5,348,126.76	\$ (9,343,676.57)		\$ (9,343,676.57)
Special Education Instruction	1,496,520.85		120,502.95	(1,376,017.90)		(1,376,017.90)
Other Special Instruction	5,107,446.81		106,440.60	(5,001,006.21)		(5,001,006.21)
Other Instruction	794,286.45		42,979.36	(751,307.09)		(751,307.09)
Support Services:						
Tuition	3,061,090.61			(3,061,090.61)		(3,061,090.61)
Student and Instruction Related Services	6,025,394.20		2,303,272.63	(3,722,121.57)		(3,722,121.57)
General Administration Services	1,559,023.77		57,320.56	(1,501,703.21)		(1,501,703.21)
School Administration Services	1,563,140.28		122,657.63	(1,440,482.66)		(1,440,482.66)
Other Administrative Services	210,224.83		53,027.05	(157,197.78)		(157,197.78)
Plant Operations and Maintenance	3,548,605.72		101,933.39	(3,446,672.34)		(3,446,672.34)
Pupil Transportation	1,029,150.08			(1,029,150.08)		(1,029,150.08)
Unallocated Depreciation	194,718.00			(194,718.00)		(194,718.00)
Total Governmental Activities	39,281,404.94		8,256,260.93	(31,025,144.01)		(31,025,144.01)
Business-Type Activities:						
Food Services	987,261.63	256,274.55	659,454.35		(71,532.73)	(71,532.73)
Total Primary Government	\$ 40,268,666.57	\$ 256,274.55	\$ 8,915,715.28	\$ (31,025,144.01)	\$ (71,532.73)	\$ (31,096,676.74)
General Revenues:						
General Purpose Property Taxes						
Tuition						
Unrestricted Federal and State Aid						
Miscellaneous						
Total General Revenue						
Change in Net Assets						
Net Assets - Beginning						
Net Assets - Ending						

B. FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

B-2

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Fund</u>
<u>Revenues</u>				
Local Tax Levy	\$ 8,504,341.00	\$	\$	\$ 8,504,341.00
Tuition Charges	1,327,218.00			1,327,218.00
Transportation	65,895.00			65,895.00
Miscellaneous	67,154.24	10,308.19		77,462.43
State Sources	17,732,291.52	3,789,631.81		21,521,923.33
Federal Sources	3,304,797.00	2,277,823.92		5,582,620.92
	<u>31,001,696.76</u>	<u>6,077,763.92</u>		<u>37,079,460.68</u>
<u>Expenditures</u>				
Current Expense:				
Regular Instruction	9,255,358.17	1,637,615.66		10,892,973.83
Special Education Instruction	1,070,784.85			1,070,784.85
Other Special Instruction	868,205.04	3,626,974.97		4,495,180.01
Other Instruction	642,440.70			642,440.70
Support Services and Undistributed Costs:				
Tuition	3,061,090.61			3,061,090.61
Student and Instruction Related Services	3,131,401.60	1,369,393.09		4,500,794.69
School Administrative Services	1,129,791.83			1,129,791.83
General Administrative Services	1,356,510.67			1,356,510.67
Plant Operations and Maintenance	3,188,475.85			3,188,475.85
Pupil Transportation	1,029,150.08			1,029,150.08
Business and Other Support	22,880.66			22,880.66
Employee Benefits	7,215,824.76	379,503.40		7,595,328.16
Capital Outlay	356,586.73	195,229.19		551,815.92
Total Expenditures	<u>32,328,501.55</u>	<u>7,208,716.31</u>		<u>39,537,217.86</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>(1,326,804.79)</u>	<u>(1,130,952.39)</u>		<u>(2,457,757.18)</u>
Other Financing Sources (Uses):				
Transfers - Contribution to School Based Budgets	157,989.61	(157,989.61)		
Local Contribution to Special Revenue Fund	(137,142.00)	137,142.00		
Total Other Financing Sources (Uses)	<u>20,847.61</u>	<u>(20,847.61)</u>		
Net Change in Fund Balance	(1,305,957.18)	(1,151,800.00)		(2,457,757.18)
Fund Balances, July 1	<u>2,372,070.89</u>	<u>(429,917.00)</u>	<u>232,460.45</u>	<u>2,174,614.34</u>
Fund Balances, June 30	<u>\$ 1,066,113.71</u>	<u>\$ (1,581,717.00)</u>	<u>\$ 232,460.45</u>	<u>\$ (283,142.84)</u>

HARRISON TOWN SCHOOL DISTRICT
 RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

B-3

	<u>Ref.</u>	
Total Net Change in Fund Balances - Governmental Funds	B-2	\$ (2,457,757.18)
<p>Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are different because:</p> <p style="padding-left: 20px;">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.</p>		
Depreciation Expense	\$(194,718.00)	
Capital Outlays	<u>551,815.92</u>	357,097.92
Compensated Absences - Net		<u>(101,285.00)</u>
Change in Net Assets of Governmental Activities	A-2	<u>\$ (2,201,944.26)</u>

PROPRIETARY FUNDS

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010

B-4

Business-Type
Activities
Enterprise Funds
Food
Service

ASSETS

Current Assets:

Cash		\$ 23,018.74
Accounts Receivable:		
State Sources		2,798.32
Federal Sources		66,504.64
Other Sources		71,467.07
		71,467.07

Total Assets		\$ 163,788.77
		163,788.77

LIABILITIES

Current Liabilities:

Interfund Payable		\$ 30,338.33
Accounts Payable		133,450.44
		133,450.44

Total Current Liabilities		163,788.77
		163,788.77

NET ASSETS

Total Net Assets		\$ -
		-

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

B-5

Business-Type
Activities
Enterprise
Funds
Food
Service

Operating Revenues:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 256,274.55
Total Operating Revenue	<u>256,274.55</u>
 Operating Expenses:	
Cost of Sales	693,190.65
Salaries	294,070.98
Total Operating Expenses	<u>987,261.63</u>
 Operating Loss	<u>(730,987.08)</u>
 Nonoperating Revenues:	
State Sources:	
State School Breakfast Program	3,354.80
State School Lunch Program	22,788.50
Federal Sources:	
School Breakfast Program	54,297.52
National School Lunch Program	562,528.55
After School Snacks	16,484.98
Other Sources	71,467.07
Interest Revenue	65.66
Total Nonoperating Revenues	<u>730,987.08</u>
 Change in Net Assets	
 Total Net Assets - Beginning	<u> </u>
 Total Net Assets - Ending	<u><u>\$ -</u></u>

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

B-6

Business-Type
Activities
Enterprise
Funds
Food
Service

Cash Flows from Operating Activities

Receipts from Customers	\$ 256,274.55
Receipts from Interfunds	(232,000.00)
Payments to Employees	(294,070.98)
Payments to Suppliers	<u>(476,552.60)</u>

Net Cash Used by Operating Activities	<u>(746,349.03)</u>
---------------------------------------	---------------------

Cash Flows from Noncapital Financing Activities

State Sources	24,900.48
Federal Sources	601,972.86
Other Sources	<u>104,048.08</u>

Net Cash Provided by Noncapital Financing Activities	<u>730,921.42</u>
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Cash Flows from Investing Activities

Interest	<u>65.66</u>
----------	--------------

Net Increase/(Decrease) in Cash and Cash Equivalents	(15,361.95)
--	-------------

Balances - Beginning of Year	<u>38,380.69</u>
------------------------------	------------------

Balances - End of Year	<u><u>\$ 23,018.74</u></u>
------------------------	----------------------------

Reconciliation of Operating Loss to Net Cash Used by Operating Activities

Operating Loss	<u>\$ (730,987.08)</u>
Adjustments to Reconcile Operating Loss to Cash Provided (Used) by Operating Activities:	
Change in Assets and Liabilities:	
(Increase)/Decrease in Accounts Receivable	(65,581.38)
Increase/(Decrease) in Accounts Payable	56,252.47
Increase/(Decrease) in Interfunds Payable	<u>(6,033.04)</u>
Total Adjustments	<u>(15,361.95)</u>

Net Cash Used by Operating Activities	<u><u>\$ (746,349.03)</u></u>
---------------------------------------	-------------------------------

FIDUCIARY FUNDS

HARRISON TOWN SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010

B-7

	<u>Unemployment Compensation Trust</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash and Cash Equivalents	<u>\$ 85,643.74</u>	<u>\$ 94,850.95</u>
Total Assets	<u>\$ 85,643.74</u>	<u>\$ 94,850.95</u>
 <u>LIABILITIES</u>		
Payable to Student Groups		\$ 75,962.60
Payroll Deductions and Withholdings		<u>18,888.35</u>
Total Liabilities		<u>\$ 94,850.95</u>
 <u>NET ASSETS</u>		
Held in Trust for Unemployment Claims and Other Purposes	<u>\$ 85,643.74</u>	

HARRISON TOWN SCHOOL DISTRICT
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

B-8

	<u>Unemployment Compensation Trust</u>
<u>Additions</u>	
Contributions:	
Plan Members	\$ 51,378.81
Board Contribution	50,000.00
Total Contributions	<u>101,378.81</u>
Investment Earnings:	
Interest	<u>60.30</u>
Total Additions	<u>101,439.11</u>
<u>Deductions</u>	
Quarterly Contribution Reports	80,457.48
Unemployment Claims	<u>4,935.88</u>
Total Deductions	<u>85,393.36</u>
Change in Net Assets	16,045.75
Total Net Assets - Beginning	<u>69,597.99</u>
Total Net Assets - Ending	<u><u>\$ 85,643.74</u></u>

NOTES TO THE FINANCIAL STATEMENTS

HARRISON TOWN SCHOOL DISTRICT

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

1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Harrison Town School District (the "District") is a Type I District located in the County of Hudson, State of New Jersey. As a Type I School District, the members are appointed by the Mayor. A Board of School Estimate approves the school district levy after the final budget is determined by the Board of Education (the "Board"). The members of the Board of School Estimate include the Mayor, two members of the local school board and two members of the governing body.

The Harrison Town School District had an approximate enrollment at June 30, 2010 of 1,936 students.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements of the School District are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Harrison Local School District, this includes general operations, food service, and student related activities of the School District.

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

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Harrison Local School 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 School District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The most significant of the School District's accounting policies are described below.

A. Basis of Presentation

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Basis of Presentation (Continued)

1. Government-Wide Financial Statements

The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net assets presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

2. Fund Financial Statements

During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance.

Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column.

B. Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts.

1. Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

1. Governmental Funds (Continued)

General Fund (Continued)

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

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

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

Permanent Fund - The Permanent Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. Resources are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting entity's programs - that is, for the benefit of the school district. The District presently has no resources that are considered permanent funds.

2. Proprietary Fund Type

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

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

2. Proprietary Fund Type (Continued)

Enterprise Fund (Continued)

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

Depreciation of all exhaustive fixed assets used by Proprietary Funds is charged as an expense against their operations. Accumulated depreciation is reported on Proprietary Fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives in the operation of the Enterprise Funds are approximately 10 years.

Internal Service Funds - These funds may be used to report any activity that provides goods or services to other funds, departments or agencies of the primary entity and its component units, or to other governments, on a cost-reimbursement basis. In addition, internal service funds are used only if the reporting school district is the predominant participant in the activity. The District does not currently utilize any internal service funds.

3. Fiduciary Funds

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Private Purpose Scholarship Funds

Expendable Trust Fund - An Expendable Trust Fund is accounted for in essentially the same manner as the Governmental Fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. The Expendable Trust Fund includes the Unemployment Compensation Insurance Fund and Scholarship Funds.

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

Unemployment Insurance Trust - The SUI Fund is an employee benefit trust fund which accounts for resources held and administered while acting in a fiduciary capacity for individuals or other government agencies. Assets are held in trust for members of the defined contribution plan.

Agency Funds - Agency Funds are used to account for the assets that the District holds on behalf of others as their agent. These funds are custodial in nature and do not involve measurement of results of operations. Agency Funds include payroll and student activities funds.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

4. Long-Term Debt

Long-term liabilities expected to be financed from Governmental Funds are accounted for in the General Long-Term Debt, not in the Governmental Funds. This includes serial bonds outstanding that are expected to be financed from Governmental Funds, the outstanding principal balance on capital leases and the outstanding principal on outstanding bonds. Because the District is a Type I District, all serial bonds are issued by the municipality.

C. Measurement Focus

1. Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the School District are included on the Statement of Net Assets.

2. Fund Financial Statements

All Governmental Funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

All Proprietary Funds are accounted for on a flow of economic resources measurement focus. With this measurement, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary Fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Fiduciary Funds are reported using the economic resources measurement focus.

D. Basis of Accounting

The modified accrual basis of accounting is used for measuring financial position and operating results of all Governmental Fund types, Expendable Trust Funds and Agency Funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Ad Valorem (Property) Taxes are susceptible to accrual and under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District 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".

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

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and nonexpendable trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

E. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budgets are submitted to the county office for approval 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, except for the Special Revenue Fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year subject to the limitation of N.J.A.C. 6A:23A-2.3 (et seq.).

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

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

The following presents a reconciliation of the General Fund Revenue and Special Revenue Fund Revenue from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

E. Budgets/Budgetary Control (Continued)

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedule.	\$ 29,995,091.76	\$ 7,229,563.92
Difference - Budget to GAAP:		
State aid payments recognized per GAAP statements in the current year, previously recognized for budgetary purposes.	1,893,227.00	429,917.00
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.	<u>(886,622.00)</u>	<u>(1,581,717.00)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 31,001,696.76</u>	<u>\$ 6,077,763.92</u>
Uses/Outflows of Resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule.	\$ 32,328,501.55	\$ 7,208,716.31
Difference - Budget to GAAP:		
Transfer to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.		
Net transfers (inflows) from general fund.		137,142.00
Net transfers (outflows) to general fund.		<u>(157,989.61)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 32,328,501.55</u>	<u>\$ 7,187,868.70</u>

F. Encumbrances

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

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

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

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. Assets, Liabilities and Equity

1. Cash, Cash Equivalents and Investments

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

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

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

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks, (both state and national banks) and savings banks the deposits of which are federally insured. 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.

2. Inventories and Prepaid Expenses

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

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2010.

3. Allowance for Uncollectible Accounts

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

4. Tuition Receivable

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

5. Tuition Payable

Tuition charges for the fiscal years 2008-09 and 2009-10 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Assets, Liabilities and Equity (Continued)

6. Short-Term Interfund Receivables/Payables

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

7. Capital Assets

General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$2,000.00. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except for land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method under the half year convention over the following useful lives:

<u>Asset Class</u>	<u>Estimated Lives</u>
School Buildings	50 - 100 years
Building Improvements	50 - 100 years
Vehicles	18 years
Furniture and Equipment	20 years

8. 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.

The entire sick leave and vacation leave liabilities are reported on the government-wide financial statements.

For Governmental Fund financial statements, the current portion of unpaid compensated absences is in the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Assets, Liabilities and Equity (Continued)

9. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the governmental funds. However, the noncurrent portion of capital leases, compensated absences and loans payable that will be paid from Governmental Funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable, available financial resources.

10. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

11. Deferred Revenue

Deferred revenue in the General and Special Revenue Fund represent program revenues that have been received but not yet earned.

12. Fund Equity

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Reserves represent those portions of fund equity not available for appropriation for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

13. Fund Balance Reserves

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

14. Proprietary Funds Revenues and Expenses

Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a Proprietary Fund's principal ongoing operations. The principal operating revenues of the School District Enterprise Fund, (the Food Service) are charges to customers for sales of food service. Operating expenses for Enterprise Funds include the cost of sales, services, administrative expense and depreciation on Capital Assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Assets, Liabilities and Equity (Continued)

15. Rebatable Arbitrage

Rebatable arbitrage results from investing the proceeds of borrowed funds either directly or indirectly into investments that are higher in yield than the bond yield incurred on the borrowed funds. In accordance with GASB 34, rebatable arbitrage is treated like a claim or judgment. All interest income is reported as revenue of the Capital Projects Fund. The liability, if any, is recorded in the "Statement of Net Assets".

16. Non-Monetary Transactions

Commodities received under the Federal Food Distribution Program are received by the District and are recorded as nonoperating revenue when received in the Food Service Enterprise Fund at market value. The use of the commodities is included in cost of sales.

17. Allocation of Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the direct expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is reported separately on the Statement of Activities. No expenses were allocated as "Indirect Expenses".

18. Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

Investments are stated at cost, which approximates market. The District classifies certificates of deposit that have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments. The District is in compliance with GASB Statement No. 3 as amended by GASB Statement No. 40.

A. Deposits

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

3. **CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)**

A. **Deposits (Continued)**

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

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

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

As of June 30, 2010, cash and cash equivalents (Deposits) of the District consisted of the following:

	Cash and Cash <u>Equivalents</u>
Checking Accounts	<u>\$ (797,470.97)</u>

Of the total amount, deposits of \$1.00 have been earmarked towards the Capital Reserve Account (See Note 15). The deficit in the cash balance is because the final two State Aid payments were not received until July 2010 in the amount of \$2,468,339.00.

New Jersey Cash Management Fund - All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis.

Allocation of Cash and Cash Equivalents

Unrestricted	\$ (883,115.71)
Restricted	<u>85,644.74</u>
	<u>\$ (797,470.97)</u>

B. **Investments**

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

- . Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- . Government money market mutual funds.
- . Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued)

- . Bonds or other obligations of the school district or local unit of which the school district is a part.
- . Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.
- . Local government investment pools.
- . New Jersey State Cash Management Fund.
- . Repurchase agreements of fully collateralized securities, subject to special conditions.

4. INTERGOVERNMENTAL ACCOUNTS RECEIVABLE

Intergovernmental Accounts Receivable at June 30, 2010 consisted of Federal source, State source, transportation, a capital project grant for the new high school and other revenue. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	<u>Fund Financial Statements</u>	<u>Type Activities</u>
Federal Aid:		
General Fund:		
ARRA - ESF	\$ 353,514.00	
ARRA - GSF	<u>13,686.00</u>	
	<u>\$ 367,200.00</u>	
State Aid:		
General Fund:		
TPAF FICA Reimbursement	\$ 45,408.75	
Extraordinary Aid	<u>198,713.00</u>	
	<u>\$ 244,121.75</u>	
Proprietary Fund:		
Enterprise Fund:		
State Source		<u>\$ 2,798.32</u>
Federal Source		<u>\$ 66,504.64</u>

5. CAPITAL ASSETS

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

	<u>Balance</u> <u>June 30, 2009</u>	<u>Additions</u>	<u>Balance</u> <u>June 30, 2010</u>
Land	\$ 2,595,300.00	\$	\$ 2,595,300.00
Site Improvements and Buildings	22,817,020.85	209,158.91	23,026,179.76
Machinery and Equipment	<u>1,115,951.65</u>	<u>342,657.01</u>	<u>1,458,608.66</u>
Total Historical Cost	26,528,272.50	551,815.92	27,080,088.42
Less: Accumulated Depreciation	<u>(8,341,479.00)</u>	<u>(194,718.00)</u>	<u>(8,536,197.00)</u>
Governmental Assets Net Capital Assets	<u>\$ 18,186,793.50</u>	<u>\$ 357,097.92</u>	<u>\$ 18,543,891.42</u>

6. LONG-TERM DEBT

During the fiscal year ended June 30, 2010, the following changes occurred in liabilities:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Ending</u> <u>Balance</u>	<u>Long-Term</u> <u>Portion</u>
Governmental Activities Compensated Absences Payable	<u>\$ 5,275,222.00</u>	<u>\$ 101,285.00</u>	<u>\$ 5,376,507.00</u>	<u>\$ 5,376,507.00</u>

A. Bonds and Loans Payable Currently Outstanding are Summarized as Follows

Harrison is a Type I School District. Bonds are issued for the School District by the Municipality.

B. Debt Service Requirements

Harrison is a Type I School District. Bonds are issued for the School District by the Municipality.

C. Bonds Authorized but Not Issued

As of June 30, 2010, there were no Bonds authorized but not issued.

D. Capital Lease Obligations Payable

Lease/Purchase Agreements - Equipment, Vehicles and Fields

As of June 30, 2010, the District had not entered into any capital leases.

7. PENSION PLANS

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

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

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another State-administered retirement system or other state or local jurisdiction.

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

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the system.

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

7. PENSION PLANS (Continued)

Contribution Requirements - The contribution policy is set by New Jersey State Statutes and, in most retirement systems, contributions are required by active members and contribution employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The various pension funds provide for employee contributions based on 5.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both PERS and TPAF. 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 premium.

During the year ended June 30, 2010 for TPAF, which is a cost-sharing plan with special funding situations, the annual pension costs equals annual required contribution. For PERS, which is a cost sharing multi-employer pension plan, the annual pension costs differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997.

Three-Year Trend Information for PERS

<u>Year Funding</u>	<u>Pension Cost (APC)</u>	<u>Net Cost to District</u>	<u>Percentage of APC Contributed</u>
June 30, 2010	\$ 191,142.00	\$ 191,142.00	100%
June 30, 2009	219,474.33	219,474.33	100%
June 30, 2008	171,690.00 *	137,352.00	80%

*Offset either totally or partially by Pension credits.

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

<u>Year Funding</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of PC Contributed</u>	<u>Total On-Behalf Medical Benefits</u>
June 30, 2010	\$ 992,688.00	100%	\$ 2,178,497.01
June 30, 2009	931,882.00	100%	1,994,842.78
June 30, 2008	439,612.00	100%	1,185,390.00

During the fiscal year ended June 30, 2010, the State of New Jersey contributed zero to the TPAF for normal pension and \$992,688.00 for benefits on-behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$1,185,809.01 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 has been included in the basic financial statements, and individual fund statement and schedules as a revenue and expenditure in accordance with GASB 24.

Legislation enacted during 1993 provided early retirement incentives for certain members for TPAF and PERS who met certain age and service requirements and who applied for retirement between certain dates in the 1994 fiscal year. The early retirement incentives included: (a) an additional five years of service credit for employees at least age 50 with a minimum of 25 years of service; (b) free health benefits for employees at least 60 years old with at least 20 years of service; and (c) an additional \$500 per month for two years for employees at least age 60 with 10 but less than 20 years of service. The Board assumed the increased cost for the early retirement as it affected their District.

8. POST-RETIREMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pension and Annuity Fund (TPAF) and Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, 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 eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with Chapter 62, P.L. 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in Fiscal Year 1994 with an additional contribution beginning in Fiscal Year 1996 to maintain a medical reserve of one half of one percent of the active State payroll.

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

9. COMPENSATED ABSENCES

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

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

The liability for vested compensated absences of the Governmental Fund types is recorded in the current and long-term liabilities. The current portion of the compensated absence balance of the Governmental Funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability balance of compensated absences.

10. DEFERRED COMPENSATION

The District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

- The Variable Annuity Life Insurance Company
- The Hartford Broker Dealers
- Travelers Life and Annuity Company
- The Equitable Financial Companies
- Metropolitan Life Preference Plus
- Security Benefit
- Paul Revere Insurance Company

11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

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

<u>Fiscal Year Ended June 30</u>	<u>District Contributions</u>	<u>Interest</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2009-2010	\$ 50,000.00	\$ 60.30	\$ 51,378.81	\$ 85,393.36	\$ 85,643.74
2008-2009	-	104.97	50,643.35	54,584.72	69,597.99
2007-2008	-	141.87	79,374.56	70,390.39	73,434.39

12. INTERFUND BALANCES AND TRANSFERS

The interfund receivable/payable as of June 30, 2010 will be liquidated in the normal course of business in the succeeding year.

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 30,338.33	\$
Enterprise Fund		30,338.33
	<u>\$ 30,338.33</u>	<u>\$ 30,338.33</u>

13. CAPITAL RESERVE ACCOUNT

A Capital Reserve Account was established by the Board by inclusion of \$100.00 on October 12, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. Because the District is receiving additional funding, the amount of \$1.00 is the maximum that can be maintained in this account. 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. 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. 6:23A-5.1(d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

14. DEFICIT FUND BALANCES

The District has a deficit fund balance of \$268,955.69 in the General Fund and \$1,581,717.00 in the Special Revenue Fund as of June 30, 2010 as reported in the fund statements (modified accrual basis). P.L. 2003, c. 97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last state aid payment, the General and Special Revenue Fund balance deficit does not alone indicate that the District is facing financial difficulties.

Pursuant to P.L. 2003, c.97 any negative unreserved, undesignated General Fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in the GAAP funds statements of \$1,850,672.69 is less than the last state aid payment.

15. FUND BALANCE APPROPRIATED

General Fund - Of the \$1,952,735.71 General Fund fund balance at June 30, 2010, \$435,068.40 is reserved for encumbrances; \$1.00 is reserved in the Capital Reserve Account; \$900,000.00 is unreserved and has been designated for subsequent years expenditures and appropriated and included as anticipated revenue for the year ended June 30, 2011 and \$617,666.31 is unreserved and undesignated.

Capital Projects Fund - The \$232,460.45 Capital Projects Fund Balance at June 30, 2010, is unreserved and designated for subsequent year's expenditures.

16. CONTINGENT LIABILITIES AND COMMITMENTS

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

B. Litigation - Other than noted above, the Board Attorney's letter indicated that there was one claim in the amount of \$38,193.16 by one vendor for an alleged unpaid bill. All other litigation, claims or contingent liabilities that are not covered by the Board's insurance carrier would not have a material financial impact on the Board.

17. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. There was no excess fund balance as a result of the 2009-2010 school year.

18. RECONCILIATION OF FUND BALANCE - GENERAL FUND

	Unreserved and <u>Designated</u>
The Surpluses are presented on a GAAP Basis and a Reconciliation to the Budget Basis is as Follows:	
Balance on a Budget Basis on the General Fund Budgetary Basis Comparison	\$ 1,952,735.71
Less: Allocation of State Aid Payment of \$886,622.00 Not Recognized on a GAAP Basis	<u>886,622.00</u>
Balances on a GAAP Basis on the Governmental Fund Balance Sheet	<u>\$ 1,066,113.71</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. BUDGETARY COMPARISON SCHEDULES

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #1

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
Revenues					
Local Sources:					
Tax Levy	\$ 8,504,341.00	\$	\$ 8,504,341.00	\$ 8,504,341.00	\$ (165,183.00)
Tuition	1,162,035.00		1,162,035.00	1,327,218.00	(35,895.00)
Transportation	30,000.00		30,000.00	65,895.00	150,000.00
Other Local Government Units - Unrestricted	150,000.00		150,000.00	67,154.24	182,845.76
Miscellaneous	250,000.00		250,000.00		
Total - Local Sources	<u>10,096,376.00</u>		<u>10,096,376.00</u>	<u>9,964,608.24</u>	<u>131,767.76</u>
State Sources:					
Equalization Aid	18,213,660.00		18,213,660.00	12,991,976.00	5,221,684.00
Categorical Security Aid	1,006,595.00		1,006,595.00	718,014.00	288,581.00
Categorical Transportation Aid	161,657.00		161,657.00	115,311.00	46,346.00
Categorical Security Aid	711,006.00		711,006.00	507,168.00	203,838.00
Extraordinary Aid	23,341.00		23,341.00	198,713.00	(175,372.00)
Medicare Reimbursement	56,812.00		56,812.00	16,007.51	40,804.49
On-Behalf TPAF Pension/Medical Contribution (Nonbudgeted)				992,688.00	(992,688.00)
Reimbursed TPAF Social Security Contribution (Nonbudgeted)				1,185,809.01	(1,185,809.01)
Total - State Sources	<u>20,173,071.00</u>		<u>20,173,071.00</u>	<u>16,725,686.52</u>	<u>3,447,384.48</u>
Federal Aid:					
AARA - GSF				123,166.00	(123,166.00)
AARA - ESF				3,181,631.00	(3,181,631.00)
Total Federal Aid				<u>3,304,797.00</u>	<u>(3,304,797.00)</u>
Total Revenues	<u>30,269,447.00</u>		<u>30,269,447.00</u>	<u>29,995,091.76</u>	<u>274,355.24</u>
Expenditures					
Current Expense:					
Instruction - Regular Programs:					
Preschool/Kindergarten:					
Salaries of Teachers	557,252.00		557,252.00	526,774.86	30,477.14
Salaries of Teachers:					
Grades 1 - 5	1,844,216.00		1,844,216.00	1,844,216.00	
Grades 6 - 8	1,761,546.00		1,761,546.00	1,518,522.39	243,023.61
Grades 9 - 12	3,676,034.00		3,676,034.00	3,627,340.63	48,693.37
Annex	974,335.00		974,335.00	974,335.00	
Home Instruction:					
Salaries of Teachers	20,000.00		20,000.00	6,203.18	13,796.82
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	131,688.00		131,688.00	112,227.02	19,460.98
Purchased Professional/Educational Services	40,000.00		40,000.00	37,600.00	2,400.00

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #2

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Expenditures					
Current Expense:					
Regular Programs - Undistributed Instruction:					
Other Purchased Services	\$ 56,836.00	\$	\$ 56,836.00	\$ 56,097.76	\$ 738.24
General Supplies	330,860.67		330,860.67	322,395.09	8,465.58
Textbooks	230,092.61		230,092.61	229,646.24	446.37
Total Regular Programs	9,622,860.28		9,622,860.28	9,255,358.17	367,502.11
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	395,394.00		395,394.00	334,642.08	60,751.92
Other Salaries for Instruction	105,038.00		105,038.00	88,138.90	16,899.10
General Supplies	3,840.00		3,840.00	3,088.36	751.64
Textbooks	4,140.00		4,140.00	2,201.16	1,938.84
Total Learning and/or Language Disabilities	508,412.00		508,412.00	428,070.50	80,341.50
Resource Room/Resource Center:					
Salaries of Teachers	680,076.00		680,076.00	633,478.61	46,597.39
Purchased Professional/Educational Services	12,700.00		12,700.00	12,700.00	
General Supplies	6,070.00		6,070.00	5,637.06	432.94
Textbooks	4,290.00		4,290.00	3,598.68	691.32
Total Resource Room/Resource Center	703,136.00		703,136.00	642,714.35	60,421.65
Total Special Education	1,211,548.00		1,211,548.00	1,070,784.85	140,763.15
Multiple Disabilities:					
Salaries of Teachers	93,142.00		93,142.00	93,142.00	
Total Multiple Disabilities	93,142.00		93,142.00	93,142.00	
Basic Skills/Remedial:					
Salaries of Teachers	416,129.00		416,129.00	231,982.32	184,146.68
General Supplies	1,742.59		1,742.59	1,523.30	219.29
Textbooks	1,000.00		1,000.00	930.12	69.88
Total Basic Skills/Remedial	418,871.59		418,871.59	234,435.74	184,435.85

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #3

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Expenditures					
Current Expense:					
Bilingual Education:					
Salaries of Teachers	\$ 583,650.00	\$	\$ 583,650.00	\$ 518,374.09	\$ 65,275.91
Purchased Professional/Educational Services	500.00		500.00	428.96	71.04
Textbooks	19,635.02		19,635.02	18,910.97	724.05
General Supplies	3,700.00		3,700.00	2,913.28	786.72
Total Bilingual Education	<u>607,485.02</u>		<u>607,485.02</u>	<u>540,627.30</u>	<u>66,857.72</u>
School Sponsored Cocurricular Activities:					
Salaries	59,125.00		59,125.00	57,014.76	2,110.24
Supplies and Materials	4,400.00		4,400.00	3,642.22	757.78
Total School Sponsored Cocurricular Activities	<u>63,525.00</u>		<u>63,525.00</u>	<u>60,656.98</u>	<u>2,868.02</u>
Other Instructional Programs - Instruction:					
Salaries - Work Study	40,000.00		40,000.00	32,483.95	7,516.05
Purchased Professional/Technical Services	1,500.00		1,500.00	1,500.00	
Purchased Professional/Educational Services	80,500.00		80,500.00	77,602.05	2,897.95
Supplies and Materials	94,005.00		94,005.00	89,543.36	4,461.64
Total Other Instructional Programs - Instruction	<u>216,005.00</u>		<u>216,005.00</u>	<u>201,129.36</u>	<u>14,875.64</u>
Community Services Programs/Operations:					
Salaries - Other	74,727.56		74,727.56	74,655.36	72.20
School Sponsored Athletic Activities - Instruction:					
Salaries	302,117.00		302,117.00	302,077.00	40.00
Supplies and Materials	4,400.00		4,400.00	3,922.00	478.00
Total Instruction	<u>12,614,681.45</u>		<u>12,614,681.45</u>	<u>11,836,788.76</u>	<u>777,892.69</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAS Within the State - Special	1,152,830.28		1,152,830.28	1,146,793.98	6,036.30
Tuition to Private Schools for the Disabled Within the State	1,919,452.63		1,919,452.63	1,914,296.63	5,156.00
Total Undistributed Expenditures - Instruction	<u>3,072,282.91</u>		<u>3,072,282.91</u>	<u>3,061,090.61</u>	<u>11,192.30</u>

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #4

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
<u>Expenditures</u>					
Current Expense:					
Undistributed Expenditures:					
Attendance and Social Work Services:					
Salaries	\$ 409,436.00	\$	\$ 409,436.00	\$ 388,248.70	\$ 21,187.30
Supplies and Materials	5,538.01		5,538.01	5,026.44	511.57
Total Attendance and Social Work Services	414,974.01		414,974.01	393,275.14	21,698.87
Health Services:					
Salaries	475,315.00		475,315.00	465,592.98	9,722.02
Purchased Professional/Technical Services	10,000.00		10,000.00	10,000.00	
Supplies and Materials	7,655.26		7,655.26	6,147.33	1,507.93
Total Health Services	492,970.26		492,970.26	481,740.31	11,229.95
Other Support Services Students - Related Services:					
Salaries	69,160.00		69,160.00	67,159.11	2,000.89
Guidance Services:					
Salaries of Other Professional Staff	487,250.00		487,250.00	468,573.45	18,676.55
Salaries of Secretarial and Clerical Assistants	36,870.00		36,870.00	36,869.92	0.08
Purchased Professional Services - Educational	4,000.00		4,000.00	3,230.58	769.42
Supplies and Materials	1,500.00		1,500.00	1,000.00	500.00
Other Objects	4,000.00		4,000.00	3,999.38	0.62
Total Guidance Services	533,620.00		533,620.00	513,673.33	19,946.67
Other Support Services - Students - Special Services:					
Salaries of Other Professional Staff	647,699.00	(44,000.00)	603,699.00	580,029.00	23,670.00
Salaries of Secretarial and Clerical Assistants	40,504.00		40,504.00	40,504.00	
Other Salaries	21,000.00		21,000.00	21,000.00	
Purchased Professional Services - Educational	26,913.95		26,913.95	25,808.24	1,105.71
Other Purchased Services	10,000.00		10,000.00	10,000.00	
Miscellaneous Purchased Services	5,055.63		5,055.63	5,055.63	
Supplies and Materials	4,000.00		4,000.00	4,000.00	
Total Other Support Services - Students - Special Services	755,172.58	(44,000.00)	711,172.58	686,396.87	24,775.71

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #5

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Expenditures					
Current Expense:					
Undistributed Expenditures:					
Improvement of Instruction Services/Other Support Services - Instructional Staff:					
Salaries of Other Professional Staff	\$ 541,986.00		\$ 541,986.00	\$ 460,483.45	\$ 800.98
Salaries of Secretarial and Clerical Assistants	57,741.00	(1,000.00)	56,741.00	55,940.02	424.61
Supplies and Materials	2,709.41		2,709.41	2,284.80	
Total Improvement of Instruction Services/Other Support Services - Instructional Staff	602,436.41	(1,000.00)	601,436.41	518,708.27	1,225.59
Educational Media Services/School Library:					
Salaries	463,736.00		463,736.00	438,839.68	24,896.32
Supplies and Materials	30,000.00		30,000.00	29,508.89	491.11
Total Educational Media Services/School Library	493,736.00		493,736.00	468,348.57	25,387.43
Staff Development - Staff Training Services:					
Purchased Professional Services - Educational	1,200.00		1,200.00	1,200.00	
Other Purchased Services	500.00		500.00	500.00	
Supplies and Materials	400.00		400.00	400.00	
Total Staff Development - Staff Training Services	2,100.00		2,100.00	2,100.00	
Support Services General Administration:					
Salaries	501,154.00		510,524.00	502,439.09	8,084.91
Legal	76,125.00	9,370.00	76,125.00	75,467.77	657.23
Audit Fees	57,000.00		57,000.00	57,000.00	
Other Purchased Professional Services	39,377.84		39,377.84	39,377.34	0.50
Other Purchased Technical Services	10,000.00		10,000.00	10,000.00	
Communications/Telephone	90,000.00		90,000.00	74,569.60	15,430.40
Other Purchased Services	56,000.00	(4,000.00)	52,000.00	50,647.69	1,352.31
Supplies and Materials	3,571.43		3,571.43	3,571.43	
BOE In-House Training/Meeting Supplies	6,710.00		6,710.00	6,710.00	
Miscellaneous Expenditures	6,000.00	(300.00)	5,700.00	5,700.00	
BOE Membership Dues and Fees	10,800.00	(1,000.00)	9,800.00	9,770.00	30.00
Total Support Services General Administration	856,738.27	4,070.00	860,808.27	835,252.92	25,555.35
Support Services School Administration:					
Salaries of Principals/Assistant Principals	913,332.00		913,332.00	832,682.75	80,649.25
Salaries of Secretarial and Clerical Assistants	246,226.00		246,226.00	242,463.50	3,762.50

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #6

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Expenditures					
Current Expense:					
Undistributed Expenditures:					
Support Services School Administration:					
Other Purchased Professional/Technical Services	\$ 15,700.00		\$ 15,700.00	\$ 12,815.53	2,884.47
Supplies and Materials	44,858.82		44,858.82	41,830.05	3,028.77
Other Objects	4,000.00		4,000.00		4,000.00
Total Support Services School Administration	1,224,116.82		1,224,116.82	1,129,791.83	94,324.99
Central Services:					
Salaries	414,805.00		434,805.00	434,804.67	0.33
Purchased Professional/Technical Services	29,000.00	20,000.00	29,000.00	27,981.80	1,018.20
Conferences	3,300.00		3,300.00	3,300.00	
Miscellaneous Purchased Services	46,000.00		46,000.00	46,000.00	
Supplies and Materials	10,000.00		10,000.00	9,171.28	828.72
Total Central Services	503,105.00	20,000.00	523,105.00	521,257.75	1,847.25
Required Maintenance for School Facilities:					
Cleaning, Repair and Maintenance Services	50,000.00		50,000.00	49,705.11	294.89
Operation and Maintenance of Plant Services:					
Salaries	938,476.00		926,106.00	893,489.48	32,616.52
Cleaning, Repair and Maintenance Services	1,193,968.19	(12,370.00)	1,152,268.19	1,133,749.55	18,518.64
Insurance	445,000.00	(41,700.00)	445,000.00	445,000.00	
General Supplies	56,254.15		56,254.15	48,323.49	7,930.66
Energy (Electricity)	320,000.00		320,000.00	318,264.40	1,735.60
Energy (Heat)	270,000.00		270,000.00	270,000.00	
Total Operation and Maintenance of Plant Services	3,223,698.34	(54,070.00)	3,169,628.34	3,108,826.92	60,801.42
Care and Upkeep of Grounds:					
Purchased Professional/Technical Services	30,000.00		30,000.00	29,943.82	56.18
Total Care and Upkeep of Grounds	30,000.00		30,000.00	29,943.82	56.18
Student Transportation Services:					
Contracted Services (Other Than Between Home and School) - Vendors	122,692.66		122,692.66	104,644.92	18,047.74
Contract Services (Special Ed Students) - Vendors	924,455.52		924,455.52	922,315.66	2,139.86
Special Education Students - Joint Agreements	47,780.10	(20,000.00)	27,780.10	1,780.10	26,000.00
Supplies and Materials	2,000.00		2,000.00	409.40	1,590.60
Total Student Transportation Services	1,096,928.28	(20,000.00)	1,076,928.28	1,029,150.08	47,778.20

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #7

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Expenditures					
Current Expense:					
Undistributed Expenditures:					
Security:					
Salaries	\$ 34,158.00	\$	\$ 34,158.00	\$ 22,380.66	\$ 11,777.34
Supplies and Materials	500.00		500.00	500.00	
Total Security	<u>34,658.00</u>		<u>34,658.00</u>	<u>22,880.66</u>	<u>11,777.34</u>
Unallocated Benefits - Employee Benefits:					
Social Security	381,167.20		381,167.20	381,167.20	
TPAF Contributions - ERIP	325,000.00		325,000.00	316,066.36	8,933.64
Other Retirement Contributions - Regular	40,000.00		40,000.00	40,000.00	
Other Retirement Contributions - ERIP	50,000.00		50,000.00	50,000.00	
Unemployment Compensation	35,000.00		35,000.00	35,000.00	
Health Benefits	4,072,645.05		4,072,645.05	3,991,733.97	80,911.08
Group Insurance	223,360.22		223,360.22	223,360.22	
Total Unallocated Benefits - Employee Benefits	<u>5,127,172.47</u>		<u>5,127,172.47</u>	<u>5,037,327.75</u>	<u>89,844.72</u>
On-Behalf TPAF Pension/Medical Contribution (Nonbudgeted)				992,688.00	(992,688.00)
Reimbursed TPAF Social Security Contribution (Nonbudgeted)				1,185,809.01	(1,185,809.01)
Total Undistributed Expenditures	<u>18,582,869.35</u>	<u>(95,000.00)</u>	<u>18,487,869.35</u>	<u>20,135,126.06</u>	<u>(1,728,759.26)</u>
Total Expenditures - Current Expense	<u>31,197,550.80</u>	<u>(95,000.00)</u>	<u>31,102,550.80</u>	<u>31,971,914.82</u>	<u>(950,866.57)</u>
Capital Outlay:					
Equipment:					
Regular Programs - Instruction:					
Preschool - Kindergarten	28,401.00		28,401.00	16,340.69	12,060.31
Grades 1 - 5	26,120.00		26,120.00	19,948.48	6,171.52
Grades 6 - 8	35,823.33		35,823.33	32,879.69	2,943.64
Annex	30,000.00		30,000.00	23,837.19	6,162.81
Grades 9 - 12	55,137.94		55,137.94	54,421.77	716.17
Total Equipment	<u>175,482.27</u>		<u>175,482.27</u>	<u>147,427.82</u>	<u>28,054.45</u>

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2010

C-1
 Sheet #8

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
<u>Expenditures:</u>					
<u>Capital Outlay:</u>					
Facilities Acquisition and Construction Services:					
Other Purchased Professional and Technical Services	\$ 65,000.00	95,000.00	\$ 65,000.00	\$ 36,032.00	\$ 28,968.00
Construction Services	91,789.29		95,000.00	34,006.40	60,993.60
Land and Improvements	81,293.31		91,789.29	57,827.20	33,962.09
Infrastructure	238,082.60	95,000.00	81,293.31	81,293.31	123,923.69
Total Facilities Acquisition and Construction Services	<u>413,564.87</u>	<u>95,000.00</u>	<u>508,564.87</u>	<u>356,586.73</u>	<u>151,978.14</u>
Total Capital Outlay	31,611,115.67		31,611,115.67	32,328,501.55	(798,888.43)
Total Expenditures	(1,341,668.67)		(1,341,668.67)	(2,333,409.79)	1,073,243.67
Excess (Deficiency) of Revenues Over/(Under) Expenditures					
Other Financing Sources (Uses):					
Operating Transfer In:					
Special Revenue Fund Contribution to School Based Budgets	179,000.00		179,000.00	157,989.61	21,010.39
Operating Transfers Out:					
Local Contribution to Special Revenue Fund	(137,142.00)		(137,142.00)	(137,142.00)	
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Sources	(1,299,810.67)		(1,299,810.67)	(2,312,562.18)	1,094,254.06
Fund Balances, July 1	4,265,297.89		4,265,297.89	4,265,297.89	
Fund Balances, June 30	<u>\$ 2,965,487.22</u>	<u>\$ -</u>	<u>\$ 2,965,487.22</u>	<u>\$ 1,952,735.71</u>	<u>\$ 1,094,254.06</u>
Recapitulation:					
Reserve for Encumbrances				\$ 435,068.40	
Legally Restricted - Designated for Subsequent Year's Expenditures				900,000.00	
Capital Reserve				1.00	
Unrestricted Fund Balance				617,666.31	
				<u>1,952,735.71</u>	
Reconciliation to Government Funds Statements (GAAP):					
Less State Aid Payment Not Recognized on GAAP Basis				886,622.00	
Fund Balance per Governmental Funds				<u>\$ 1,066,113.71</u>	

HARRISON TOWN SCHOOL DISTRICT
GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Original Budget		Budget Transfer		Final Budget		Actual	
	Operating Fund Fund 11-13	Blended Resource Fund Fund 15	Operating Fund Fund 11-13	Blended Resource Fund Fund 16	Operating Fund Fund 11-13	Blended Resource Fund Fund 15	Operating Fund Fund 11-13	Blended Resource Fund Fund 15
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUES:								
Local Sources:								
Local Tax Levy	8,504,341.00	8,504,341.00	8,504,341.00	8,504,341.00	8,504,341.00	8,504,341.00	8,504,341.00	8,504,341.00
Tuition	1,162,035.00	1,162,035.00	1,162,035.00	1,162,035.00	1,162,035.00	1,162,035.00	1,327,218.00	1,327,218.00
Transportation	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	30,000.00	65,885.00	65,885.00
Other Local Government Units - Unrestricted	150,000.00	150,000.00	150,000.00	150,000.00	150,000.00	150,000.00	67,154.24	67,154.24
Miscellaneous	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00	250,000.00	9,984,608.24	9,984,608.24
Total - Local Sources	10,096,376.00	10,096,376.00	10,096,376.00	10,096,376.00	10,096,376.00	10,096,376.00	26,650,294.76	26,650,294.76
State Sources:								
Equalization Aid	18,213,650.00	18,213,650.00	18,213,650.00	18,213,650.00	18,213,650.00	18,213,650.00	12,991,976.00	12,991,976.00
Categorical Transportation Aid	1,006,695.00	1,006,695.00	1,006,695.00	1,006,695.00	1,006,695.00	1,006,695.00	718,014.00	718,014.00
Categorical Security Aid	161,657.00	161,657.00	161,657.00	161,657.00	161,657.00	161,657.00	115,311.00	115,311.00
Categorical Security Aid	711,006.00	711,006.00	711,006.00	711,006.00	711,006.00	711,006.00	607,168.00	607,168.00
Extraordinary Aid	23,341.00	23,341.00	23,341.00	23,341.00	23,341.00	23,341.00	198,713.00	198,713.00
Medicare Reimbursement	56,812.00	56,812.00	56,812.00	56,812.00	56,812.00	56,812.00	16,007.51	16,007.51
Nonbudgeted:								
On-Behalf TPAF Pension/Medical Contribution							992,688.00	992,688.00
Reimburse TPAF Social Security Contributions							1,185,809.01	1,185,809.01
Total - State Sources	20,173,071.00	20,173,071.00	20,173,071.00	20,173,071.00	20,173,071.00	20,173,071.00	16,725,686.52	16,725,686.52
Federal Aid:								
AARA - GSF							123,166.00	123,166.00
AARA - ESF							3,181,631.00	3,181,631.00
Total - Federal Aid							3,304,797.00	3,304,797.00
Total Revenues	30,269,447.00	30,269,447.00	30,269,447.00	30,269,447.00	30,269,447.00	30,269,447.00	3,304,797.00	3,304,797.00
EXPENDITURES:								
Current Expense:								
Instruction - Regular Programs:								
Preschool/Kindergarten:								
Salaries of Teachers								
Grades 1 - 3:								
Salaries of Teachers	80,000.00	80,000.00	80,000.00	80,000.00	80,000.00	80,000.00	90,000.00	90,000.00
Grades 6 - 8:								
Salaries of Teachers	75,000.00	75,000.00	75,000.00	75,000.00	75,000.00	75,000.00	61,544.68	61,544.68
Grades 9 - 12:								
Salaries of Teachers	100,000.00	100,000.00	100,000.00	100,000.00	100,000.00	100,000.00	105,000.00	105,000.00
Annex:								
Salaries of Teachers								
Regular Programs - Home Instruction:								
Salaries of Teachers	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00	6,203.16	6,203.16
Regular Programs - Unsubsidized Instruction:								
Other Salaries for Instruction	131,686.00	131,686.00	131,686.00	131,686.00	131,686.00	131,686.00	112,227.02	112,227.02
Purchased Professional/Educational Services	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00	37,600.00	37,600.00
Other Purchased Services	56,836.00	56,836.00	56,836.00	56,836.00	56,836.00	56,836.00	58,097.76	58,097.76
General Supplies	330,860.67	330,860.67	330,860.67	330,860.67	330,860.67	330,860.67	322,385.09	322,385.09
Textbooks	230,092.61	230,092.61	230,092.61	230,092.61	230,092.61	230,092.61	229,646.24	229,646.24
Total Regular Programs	341,636.00	341,636.00	341,636.00	341,636.00	341,636.00	341,636.00	8,941,512.26	8,941,512.26
Total Expenditures	30,269,447.00	30,269,447.00	30,269,447.00	30,269,447.00	30,269,447.00	30,269,447.00	3,304,797.00	3,304,797.00
Total	60,538,894.00	60,538,894.00	60,538,894.00	60,538,894.00	60,538,894.00	60,538,894.00	60,538,894.00	60,538,894.00

HARRISON TOWN SCHOOL DISTRICT
GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Original Budget		Budget Transfer		Final Budget		Actual	
	Operating Fund Fund, 11-13	Total General Fund	Operating Fund Fund, 11-13	Blended Resource Fund Fund, 15	Operating Fund Fund, 11-13	Blended Resource Fund Fund, 15	Operating Fund Fund, 11-13	Blended Resource Fund Fund, 15
EXPENDITURES:								
CURRENT EXPENSE:								
Special Education:								
Learning and/or Language Disabilities:								
Salaries of Teachers	\$ 295,394.00	\$ 395,394.00	\$	\$	\$ 395,394.00	\$ 395,394.00	\$	\$ 394,642.08
Other Salaries for Instruction	105,038.00	105,038.00			105,038.00	105,038.00		88,138.90
General Supplies	3,840.00	3,840.00			3,840.00	3,840.00		3,068.36
Textbooks	4,140.00	4,140.00			4,140.00	4,140.00		2,201.16
Total Learning and/or Language Disabilities	508,412.00	508,412.00			508,412.00	508,412.00		428,070.50
Resource Room/Center:								
Salaries of Teachers	680,076.00	680,076.00			680,076.00	680,076.00		633,478.61
Purchased Professional/Educational Services	12,700.00	12,700.00			12,700.00	12,700.00		5,637.06
General Supplies	6,070.00	6,070.00			6,070.00	6,070.00		3,595.66
Textbooks	4,290.00	4,290.00			4,290.00	4,290.00		642,714.35
Total Resource Room/Center	703,136.00	703,136.00			703,136.00	703,136.00		1,070,784.85
Total Special Education	1,211,548.00	1,211,548.00			1,211,548.00	1,211,548.00		93,142.00
Multiple Disabilities:								
Salaries of Teachers	93,142.00	93,142.00			93,142.00	93,142.00		231,992.32
Basic Skills - Remedial - Instruction:								
Salaries of Teachers	416,129.00	416,129.00			416,129.00	416,129.00		1,523.30
General Supplies	1,742.59	1,742.59			1,742.59	1,742.59		536.12
Textbooks	1,000.00	1,000.00			1,000.00	1,000.00		234,435.74
Total Basic Skills - Remedial - Instruction	418,871.59	418,871.59			418,871.59	418,871.59		518,374.09
Bilingual Education - Instruction:								
Salaries of Teachers	583,650.00	583,650.00			583,650.00	583,650.00		428.86
Purchased Professional/Educational Services	500.00	500.00			500.00	500.00		18,910.87
General Supplies	19,635.02	19,635.02			19,635.02	19,635.02		2,913.28
Textbooks	3,700.00	3,700.00			3,700.00	3,700.00		540,627.30
Total Bilingual Education - Instruction	607,485.02	607,485.02			607,485.02	607,485.02		57,014.76
School Sponsored Co-curricular Activities - Instruction:								
Salaries	59,125.00	59,125.00			59,125.00	59,125.00		3,642.22
Supplies and Materials	4,400.00	4,400.00			4,400.00	4,400.00		60,656.98
Total School Sponsored Co-curricular Activities - Instruction	63,525.00	63,525.00			63,525.00	63,525.00		302,077.00
School Sponsored Athletic Activities - Instruction:								
Salaries	302,117.00	302,117.00			302,117.00	302,117.00		3,922.00
Supplies and Materials	4,400.00	4,400.00			4,400.00	4,400.00		305,959.00
Total School Sponsored Athletic Activities - Instruction	306,517.00	306,517.00			306,517.00	306,517.00		

HARRISON TOWN SCHOOL DISTRICT
 GENERAL FUND
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-1a
 Sheet #3

	Original Budget		Budget Transfer		Final Budget		Actual	
	Operating Fund Fund 11-13	Total General Fund	Operating Fund Fund 11-13	Blended Resource Fund Fund 15	Operating Fund Fund 11-13	Blended Resource Fund Fund 15	Operating Fund Fund 11-13	Blended Resource Fund Fund 15
EXPENDITURES:								
Other Instructional Programs - Instruction:								
Salaries - Work Study	\$ 40,000.00	\$ 40,000.00	\$	\$	\$ 40,000.00	\$	\$ 32,483.95	\$ 32,483.95
Purchased Professional/Technical Services	1,500.00	1,500.00			1,500.00		1,500.00	1,500.00
Purchased Professional/Educational Services	80,500.00	80,500.00			80,500.00		77,602.05	77,602.05
Supplies and Materials	94,005.00	94,005.00			94,005.00		89,543.35	89,543.35
Total Other Instructional Programs - Instruction	40,000.00	216,005.00			176,005.00		169,546.41	201,129.36
Community Services Programs - Operations:								
Salaries	74,727.56	74,727.56			74,727.56		74,655.35	74,655.35
Total Community Services Programs - Operations	74,727.56	74,727.56			74,727.56		74,655.35	74,655.35
Total Instruction	456,563.56	12,614,681.45			12,158,117.89		420,985.23	11,415,693.53
Undistributed Expenditures:								
Instruction:								
Tuition to Other LEAs Within the State - Special	1,152,830.28	1,152,830.28			1,152,830.28		1,146,793.88	1,146,793.88
Tuition to Private School - Disabled - In State	1,919,452.63	1,919,452.63			1,919,452.63		1,914,286.53	1,914,286.53
Total Undistributed Expenditures - Instruction	3,072,282.91	3,072,282.91			3,072,282.91		3,061,080.61	3,061,080.61
Attendance and Social Work Services:								
Salaries	169,653.00	409,436.00			239,773.00		165,493.54	388,248.70
Supplies and Materials	700.00	5,539.01			4,636.01		570.56	5,036.44
Total Attendance and Social Work Services	170,353.00	414,974.01			244,611.01		166,063.90	393,275.14
Health Services:								
Salaries	30,000.00	475,315.00			445,315.00		29,986.86	465,592.98
Purchased Professional/Technical Services	10,000.00	10,000.00			10,000.00		10,000.00	10,000.00
Supplies and Materials	1,595.26	7,655.26			6,060.00		65.26	6,147.33
Total Health Services	31,595.26	492,970.26			461,375.00		30,095.22	461,646.99
Other Support Services - Students - Related Services:								
Salaries	69,160.00	69,160.00			69,160.00		67,159.11	67,159.11
Services	69,160.00	69,160.00			69,160.00		67,159.11	67,159.11
Other Support Services - Students - Special Services:								
Salaries of Other Professional Staff	647,659.00	647,659.00			603,659.00		590,029.00	600,029.00
Salaries of Secretarial and Clerical Assistants	40,504.00	40,504.00			40,504.00		40,504.00	40,504.00
Other Salaries	21,000.00	21,000.00			21,000.00		21,000.00	21,000.00
Purchased Professional/Educational Services	26,913.85	26,913.85			26,913.85		26,808.24	26,808.24
Other Purchased Services	10,000.00	10,000.00			10,000.00		10,000.00	10,000.00
Miscellaneous Purchased Services	9,055.63	9,055.63			5,055.63		5,055.63	5,055.63
Supplies and Materials	4,000.00	4,000.00			4,000.00		4,000.00	4,000.00
Total Other Support Services - Students - Special Services	755,172.59	755,172.59			711,172.59		686,396.87	686,396.87

HARRISON TOWN SCHOOL DISTRICT
 GENERAL FUND
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-1a
 Sheet #4

	Original Budget		Budget Transfer		Final Budget		Actual	
	Operating Fund Fund 11-13	Total General Fund	Operating Fund Fund 11-13	Blended Resource Fund Fund 15	Operating Fund Fund 11-13	Blended Resource Fund Fund 15	Operating Fund Fund 11-13	Blended Resource Fund Fund 15
EXPENDITURES:								
CURRENT EXPENSE:								
Undistributed Expenditures:								
Improvement of Instructional Services:								
Salaries of Other Professional Staff	\$ 57,741.00	\$ 541,986.00	\$ (1,000.00)	\$ 56,741.00	\$ 541,986.00	\$ 56,741.00	\$ 460,463.45	\$ 55,940.02
Salaries of Secretarial and Clerical Assistants		2,709.41			2,709.41		2,284.80	2,284.80
Supplies and Materials		544,695.41	(1,000.00)	58,741.00	541,986.41	58,741.00	462,788.25	55,940.02
Total Improvement of Instructional Services	57,741.00	541,986.00	(1,000.00)	58,741.00	541,986.41	58,741.00	462,788.25	55,940.02
Educational Media Services/School Library:								
Salaries		463,736.00			463,736.00		438,639.68	438,639.68
Supplies and Materials		30,000.00			30,000.00		23,502.89	23,502.89
Total Educational Media Services/School Library		493,736.00			493,736.00		462,142.57	462,142.57
Guidance Services:								
Salaries of Other Professional Staff		487,250.00			487,250.00		468,573.45	468,573.45
Salaries of Secretarial and Clerical Assistants		36,870.00			36,870.00		36,663.92	36,663.92
Purchased Professional/Educational Services		4,000.00			4,000.00		3,236.58	3,236.58
Supplies and Materials		1,500.00			1,500.00		1,000.00	1,000.00
Other Objects		4,000.00			4,000.00		3,899.38	3,899.38
Total Guidance Services		533,620.00			533,620.00		513,673.33	513,673.33
Staff Development - Staff Training:								
Purchased Professional/Educational Services		1,200.00			1,200.00		1,200.00	1,200.00
Other Purchased Services		500.00			500.00		500.00	500.00
Supplies and Materials		400.00			400.00		400.00	400.00
Total Staff Development - Staff Training		2,100.00			2,100.00		2,100.00	2,100.00
Support Services General Administration:								
Salaries	501,154.00	501,154.00	9,370.00	510,524.00	510,524.00	510,524.00	502,439.09	502,439.09
Legal Fees	76,125.00	76,125.00		76,125.00	76,125.00	76,125.00	75,467.77	75,467.77
Audit Fees	57,000.00	57,000.00		57,000.00	57,000.00	57,000.00	57,000.00	57,000.00
Other Purchased Professional Services	38,377.84	38,377.84		38,377.84	38,377.84	38,377.84	38,377.34	38,377.34
Purchased Technical Services	10,000.00	10,000.00		10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Communications/Telephone	90,000.00	90,000.00		90,000.00	90,000.00	90,000.00	74,569.60	74,569.60
Other Purchased Services	55,000.00	55,000.00		52,000.00	52,000.00	52,000.00	50,647.69	50,647.69
Supplies and Materials	3,571.43	3,571.43	(4,000.00)	3,571.43	3,571.43	3,571.43	3,571.43	3,571.43
BOE in-House Training/Meeting Supplies	6,710.00	6,710.00		6,710.00	6,710.00	6,710.00	6,710.00	6,710.00
Miscellaneous Expenditures	5,000.00	5,000.00	(300.00)	5,700.00	5,700.00	5,700.00	5,700.00	5,700.00
BOE Membership Dues and Fees	10,800.00	10,800.00	(1,000.00)	9,800.00	9,800.00	9,800.00	9,770.00	9,770.00
Total Support Services General Administration	856,738.27	856,738.27	4,070.00	860,808.27	860,808.27	860,808.27	835,252.92	835,252.92
Support Services - School Administration:								
Salaries of Principals/Assistant Principals		913,332.00			913,332.00		832,682.75	832,682.75
Salaries of Secretarial and Clerical Assistants		246,226.00			246,226.00		242,463.50	242,463.50
Other Purchased Professional and Technical Services		15,700.00			15,700.00		12,815.63	12,815.63
Supplies and Materials		44,858.82			44,858.82		41,830.05	41,830.05
Other Objects		4,000.00			4,000.00		4,000.00	4,000.00
Total Support Services - School Administration		1,224,116.82			1,224,116.82		1,129,791.83	1,129,791.83

GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-1a
Sheet#5

	Original Budget		Budget Transfer		Final Budget		Actual	
	Operating Fund Fund:11-13	Total General Fund	Operating Fund Fund:11-13	Blended Resource Fund Fund:15	Operating Fund Fund:11-13	Blended Resource Fund Fund:15	Operating Fund Fund:11-13	Blended Resource Fund Fund:15
EXPENDITURES:								
CURRENT EXPENSE:								
Unallocated Expenditures:								
Central Services:								
Salaries	\$ 414,805.00	\$ 414,805.00	\$ 20,000.00	\$ 434,805.00	\$ 434,805.00	\$ 434,805.00	\$ 434,805.00	\$ 434,805.00
Purchased Professional Services	29,000.00	29,000.00		29,000.00	29,000.00	29,000.00	29,000.00	29,000.00
Confereces	3,300.00	3,300.00		3,300.00	3,300.00	3,300.00	3,300.00	3,300.00
Miscellaneous Purchased Services	46,000.00	46,000.00		46,000.00	46,000.00	46,000.00	46,000.00	46,000.00
Supplies and Materials	10,000.00	10,000.00		10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Total Central Services	503,105.00	503,105.00	20,000.00	523,105.00	523,105.00	523,105.00	523,105.00	523,105.00
Required Maintenance for School Facilities:								
Cleaning, Repair and Maintenance Services:								
Operation and Maintenance of Plant Services:								
Salaries	938,476.00	938,476.00	(12,370.00)	926,106.00	926,106.00	926,106.00	926,106.00	926,106.00
Cleaning, Repair and Maintenance Services	1,193,988.19	1,193,988.19	(41,700.00)	1,152,288.19	1,152,288.19	1,152,288.19	1,152,288.19	1,152,288.19
Insurance	448,000.00	448,000.00		448,000.00	448,000.00	448,000.00	448,000.00	448,000.00
General Supplies	56,254.15	56,254.15		56,254.15	56,254.15	56,254.15	56,254.15	56,254.15
Energy (Electricity)	320,000.00	320,000.00		320,000.00	320,000.00	320,000.00	320,000.00	320,000.00
Energy (Heat)	270,000.00	270,000.00		270,000.00	270,000.00	270,000.00	270,000.00	270,000.00
Total Operation and Maintenance of Plant Services	3,223,698.34	3,223,698.34	(54,070.00)	3,169,628.34	3,169,628.34	3,169,628.34	3,169,628.34	3,169,628.34
Care and Upkeep of Grounds:								
Other Purchased Professional and Technical Services	30,000.00	30,000.00		30,000.00	30,000.00	30,000.00	30,000.00	30,000.00
Total Care and Upkeep of Grounds	30,000.00	30,000.00		30,000.00	30,000.00	30,000.00	30,000.00	30,000.00
Student Transportation Services:								
Contracted Services (Between Home to School - Vendors)	122,692.66	122,692.66		122,692.66	122,692.66	122,692.66	122,692.66	122,692.66
Other Transportation Services - Vendors	924,455.52	924,455.52		924,455.52	924,455.52	924,455.52	924,455.52	924,455.52
Special Education Students - Joint Agreements	47,780.10	47,780.10	(20,000.00)	27,780.10	27,780.10	27,780.10	27,780.10	27,780.10
Supplies and Materials	2,000.00	2,000.00		2,000.00	2,000.00	2,000.00	2,000.00	2,000.00
Total Student Transportation Services	1,096,928.28	1,096,928.28	(20,000.00)	1,076,928.28	1,076,928.28	1,076,928.28	1,076,928.28	1,076,928.28
Security:								
Salaries	34,158.00	34,158.00		34,158.00	34,158.00	34,158.00	34,158.00	34,158.00
General Supplies	500.00	500.00		500.00	500.00	500.00	500.00	500.00
Total Security	34,658.00	34,658.00		34,658.00	34,658.00	34,658.00	34,658.00	34,658.00
Unallocated Benefits:								
Social Security Contributions - Other	381,167.20	381,167.20		381,167.20	381,167.20	381,167.20	381,167.20	381,167.20
TPAF Contributions - ERIP	325,000.00	325,000.00		325,000.00	325,000.00	325,000.00	325,000.00	325,000.00
Other Retirement Contributions - Regular	40,000.00	40,000.00		40,000.00	40,000.00	40,000.00	40,000.00	40,000.00
Other Retirement Contributions - ERIP	50,000.00	50,000.00		50,000.00	50,000.00	50,000.00	50,000.00	50,000.00
Unemployment Compensation	35,000.00	35,000.00		35,000.00	35,000.00	35,000.00	35,000.00	35,000.00
Health Benefits	1,176,638.05	1,176,638.05		1,176,638.05	1,176,638.05	1,176,638.05	1,176,638.05	1,176,638.05
Other Employee Benefits	72,727.09	72,727.09		72,727.09	72,727.09	72,727.09	72,727.09	72,727.09
Total Unallocated Benefits	2,080,732.34	2,080,732.34		2,080,732.34	2,080,732.34	2,080,732.34	2,080,732.34	2,080,732.34
Total	3,046,440.13	3,046,440.13		3,046,440.13	3,046,440.13	3,046,440.13	3,046,440.13	3,046,440.13

HARRISON TOWN SCHOOL DISTRICT
 GENERAL FUND
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-1a
 Sheet #6

	Original Budget		Budget Transfer		Final Budget		Actual	
	Operating Fund 11-13	Total General Fund						
EXPENDITURES:								
CURRENT EXPENSE:								
Nonbudgeted								
On-Budget TPAF Pension/Medical Contribution								
Reimbursed TPAF Social Security Contributions								
Total Nonbudgeted								
Total Undistributed Expenditures	11,967,516.88	19,562,669.35	(95,000.00)	(95,000.00)	6,595,352.37	19,467,669.35	13,796,518.14	20,135,126.06
TOTAL EXPENDITURES - CURRENT EXPENSES	12,454,080.54	31,197,550.80	(95,000.00)	(95,000.00)	18,743,470.26	31,102,650.80	14,219,603.37	31,871,914.82
CAPITAL OUTLAY:								
Undistributed Expenditures:								
Equipment:								
Preschool/Kindergarten		28,401.00				28,401.00		16,340.69
Grades 1 - 5		26,120.00				26,120.00		19,048.46
Grades 6 - 8		35,623.33				35,623.33		20,879.69
Annex		30,000.00				30,000.00		23,837.19
Grades 9 - 12		55,137.94				55,137.94		54,421.77
Total Equipment		175,482.27				175,482.27		147,427.82
Facilities Acquisition and Construction Services:								
Other Purchased Professional and Technical Services	65,000.00	65,000.00	65,000.00	65,000.00		65,000.00	36,032.00	36,032.00
Construction Services	91,789.29	91,789.29	91,789.29	91,789.29		91,789.29	34,006.40	34,006.40
Land and Improvements	81,293.31	81,293.31	81,293.31	81,293.31		81,293.31	57,827.20	57,827.20
Infrastructure							81,293.31	81,293.31
Total Facilities Acquisition and Construction Services	238,082.60	238,082.60	238,082.60	238,082.60		238,082.60	209,158.91	209,158.91
TOTAL EXPENDITURES - CAPITAL OUTLAY	238,082.60	413,564.87	238,082.60	238,082.60	175,482.27	413,564.87	147,427.82	356,586.73
TOTAL GENERAL FUND EXPENDITURES	12,692,163.14	31,611,115.67	12,692,163.14	31,611,115.67	18,918,952.53	31,611,115.67	14,428,762.28	32,328,501.55
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	17,577,283.85	(1,341,668.67)	17,577,283.85	(1,341,668.67)	(18,918,952.53)	(1,341,668.67)	12,281,532.48	(2,333,409.79)
Other Financing Sources/(Uses):								
Operating Transfers - In:								
General Fund Contribution to School Based Budgets		18,506,833.00		18,506,833.00		18,506,833.00		14,220,099.16
Special Revenue Fund Contribution to School Based Budgets		179,000.00		179,000.00		179,000.00		157,989.61
Operating Transfers - (Out):								
General Fund Contribution to School Based Budgets	(18,506,833.00)	(18,506,833.00)	(18,506,833.00)	(18,506,833.00)	(18,506,833.00)	(18,506,833.00)	(14,220,099.16)	(14,220,099.16)
Local Contribution - Transfer to Special Revenue	(137,142.00)	(137,142.00)	(137,142.00)	(137,142.00)	(137,142.00)	(137,142.00)	(137,142.00)	(137,142.00)
Total Other Financing Sources/(Uses)	(18,643,975.00)	41,858.00	(18,643,975.00)	41,858.00	(18,643,975.00)	41,858.00	(14,957,241.15)	20,847.61
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Sources	(1,066,691.14)	(1,293,119.53)	(1,066,691.14)	(1,293,119.53)	(1,066,691.14)	(1,293,119.53)	(2,095,709.66)	(2,312,562.19)
Fund Balances, July 1	4,032,178.36	4,265,297.89	4,032,178.36	4,265,297.89	233,119.53	233,119.53	4,032,178.36	4,265,297.89
Fund Balances, June 30	2,965,487.22	2,965,487.22						

HARRISON TOWN SCHOOL DISTRICT
 GENERAL FUND
 AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)
 EDUCATION STABILIZATION FUND (ESF)
 BUDGETARY COMPARISON SCHEDULE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-1b

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
Federal Sources:			
ARRA - Equalization Stabilization Fund	<u>\$ 3,181,631.00</u>	<u>\$ 3,181,631.00</u>	\$
Total Federal Sources	<u>3,181,631.00</u>	<u>3,181,631.00</u>	_____
Total Revenues	<u>\$ 3,181,631.00</u>	<u>\$ 3,181,631.00</u>	<u>\$ -</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	<u>\$ 3,181,631.00</u>	<u>\$ 3,181,631.00</u>	\$
Total Instruction	<u>3,181,631.00</u>	<u>3,181,631.00</u>	_____
Total Expenditures	<u>\$ 3,181,631.00</u>	<u>\$ 3,181,631.00</u>	<u>\$ -</u>

HARRISON TOWN SCHOOL DISTRICT
 GENERAL FUND
 AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)
 GOVERNMENT SERVICES FUND (GSF)
 BUDGETARY COMPARISON SCHEDULE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-1c

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
Federal Sources:			
ARRA - Government Services Fund	<u>\$123,166.00</u>	<u>\$123,166.00</u>	\$
Total Federal Sources	<u>123,166.00</u>	<u>123,166.00</u>	_____
Total Revenues	<u><u>\$123,166.00</u></u>	<u><u>\$123,166.00</u></u>	<u><u>\$ -</u></u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	<u>\$123,166.00</u>	<u>\$123,166.00</u>	\$
Total Instruction	<u>123,166.00</u>	<u>123,166.00</u>	_____
Total Expenditures	<u><u>\$123,166.00</u></u>	<u><u>\$123,166.00</u></u>	<u><u>\$ -</u></u>

HARRISON TOWN SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-2

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>
REVENUES:				
State Sources	\$ 5,245,456.00	\$ -	\$ 5,245,456.00	\$ 4,941,431.81
Local Sources		10,500.00	10,500.00	10,308.19
Federal Sources	<u>934,000.00</u>	<u>1,907,569.00</u>	<u>2,841,569.00</u>	<u>2,277,823.92</u>
Total Revenues	<u>6,179,456.00</u>	<u>1,918,069.00</u>	<u>8,097,525.00</u>	<u>7,229,563.92</u>
EXPENDITURES:				
Instruction:				
Salaries of Teachers	485,000.00	1,030,000.00	1,515,000.00	1,390,440.54
Other Salaries for Instruction	8,500.00	3,630.00	12,130.00	10,962.14
Other Purchased Services	4,034,354.00		4,034,354.00	3,626,974.97
General Supplies	102,800.00	147,800.00	250,600.00	226,091.81
Other Objects	<u>31,690.00</u>	<u>6,000.00</u>	<u>37,690.00</u>	<u>10,121.17</u>
Total Instruction	<u>4,662,344.00</u>	<u>1,187,430.00</u>	<u>5,849,774.00</u>	<u>5,264,590.63</u>
Support Services:				
Salaries	1,500.00	56,000.00	57,500.00	54,000.00
Salaries of Supervisors of Instruction	136,490.00	11,000.00	147,490.00	133,494.00
Salaries of Secretarial and Clerical Assistants	45,692.00	2,500.00	48,192.00	46,361.75
Salaries of Other Professional Staff	637,498.00		637,498.00	525,271.13
Purchased Professional/Technical Services	60,000.00	185,680.00	245,680.00	214,430.48
Purchased Professional/Educational Services	216,462.00	20,111.00	236,573.00	217,046.07
Personal Services - Employee Benefits	193,900.00	215,000.00	408,900.00	379,503.40
Other Salaries		195.00	195.00	194.93
Other Purchased Services	65,000.00	28,640.00	93,640.00	79,140.00
General Supplies	22,587.00	7,513.00	30,100.00	29,423.41
Capital Outlay	95,000.00	121,000.00	216,000.00	195,229.19
Miscellaneous Expenditures	<u>1,125.00</u>	<u>83,000.00</u>	<u>84,125.00</u>	<u>70,031.32</u>
Total Support Services	<u>1,475,254.00</u>	<u>730,639.00</u>	<u>2,205,893.00</u>	<u>1,944,125.68</u>
Total Expenditures	<u>6,137,598.00</u>	<u>1,918,069.00</u>	<u>8,055,667.00</u>	<u>7,208,716.31</u>
Other Financing Sources (Uses):				
Local Contribution - Transfer In from General Fund	137,142.00		137,142.00	137,142.00
Transfer Out to School Based Budgets (General Fund)	<u>(179,000.00)</u>		<u>(179,000.00)</u>	<u>(157,989.61)</u>
Total Other Financing Sources (Uses)	<u>(41,858.00)</u>		<u>(41,858.00)</u>	<u>(20,847.61)</u>
Total Outflows	<u>6,179,456.00</u>	<u>1,918,069.00</u>	<u>8,097,525.00</u>	<u>7,229,563.92</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

HARRISON TOWN SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGET-TO-GAAP RECONCILIATION
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

C-3

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

		General Fund <u>N-1</u>		Special Revenue Fund
Sources/Inflows of Resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 29,995,091.76	[C-2]	\$ 7,229,563.92
Difference - Budget-to-GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
State aid payments recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		1,893,227.00		429,917.00
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.		<u>(886,622.00)</u>		<u>(1,581,717.00)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	<u>\$ 31,001,696.76</u>	[B-2]	<u>\$ 6,077,763.92</u>
Uses/Outflows of Resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 32,328,501.55	[C-2]	\$ 7,208,716.31
Difference - Budget-to-GAAP:				
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.				
Transfer to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (inflows) from general fund.				137,142.00
Net transfers (outflows) to general fund.				<u>(157,989.61)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	<u>\$ 32,328,501.55</u>	[B-2]	<u>\$ 7,187,868.70</u>

OTHER SUPPLEMENTARY INFORMATION

D. SCHOOL BASED BUDGET SCHEDULES (IF APPLICABLE)

HARRISON TOWN SCHOOL DISTRICT
GENERAL FUND
COMBINING BALANCE SHEET
JUNE 30, 2010

D-1

<u>ASSETS</u>	Operating Fund <u>Fund 11-13</u>	Blended Resource <u>Fund 15</u>	Total General <u>Fund</u>
Cash and Cash Equivalents	\$ 333,521.51	\$ 90,931.12	\$ 424,452.63
Accounts Receivable - Other	244,121.75		244,121.75
Accounts Receivable - Federal	367,200.00		367,200.00
Interfunds Receivable	30,338.33		30,338.33
Restricted Cash and Cash Equivalents	1.00		1.00
 Total Assets	 \$ 975,182.59	 \$ 90,931.12	 \$ 1,066,113.71
 <u>FUND BALANCES</u>			
Fund Balances:			
Reserved for:			
Encumbrances	\$ 344,137.28	\$ 90,931.12	\$ 435,068.40
Legally Restricted - Designated for Subsequent Years' Expenditures	900,000.00		900,000.00
Capital Reserve Account	1.00		1.00
Unreserved, Reported in:			
General Fund	(268,955.69)		(268,955.69)
Total Fund Balances	975,182.59	90,931.12	1,066,113.71
 Total Fund Balances	 \$ 975,182.59	 \$ 90,931.12	 \$ 1,066,113.71

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 STATEMENT OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Exhibit D-2

DISTRICT-WIDE

<u>Resources</u>	<u>Resource Amount</u>	<u>Adjustment</u>	<u>Adjusted Resource Amount</u>	<u>% of Total Resources</u>	<u>Total Expenditures - % of Total Resources</u>	<u>Total Surplus/ Carryover - % of Total Resources</u>
General Fund Contribution	\$ 18,506,833.00	-	\$ 18,506,833.00	\$	\$ 13,983,303.49	\$ 4,523,529.51
General Fund Reserve for Encumbrances at June 30, 2008	<u>233,119.53</u>		<u>233,119.53</u>		<u>233,119.53</u>	
Combined General Fund Contribution	<u>18,739,952.53</u>		<u>18,739,952.53</u>	<u>84.32%</u>	<u>14,216,423.02</u>	<u>4,523,529.51</u>
Federal Aid:						
AARA - GSF		123,166.00	123,166.00		123,166.00	
AARA - ESF		<u>3,181,631.00</u>	<u>3,181,631.00</u>		<u>3,181,631.00</u>	
Total Federal Aid		<u>3,304,797.00</u>	<u>3,304,797.00</u>	<u>14.87%</u>	<u>3,304,797.00</u>	
Restricted Federal Resources:						
Title I, Part A of ESEA:						
Helping Disadvantaged Children	159,000.00		159,000.00	0.72%	143,602.54	15,397.46
Title II, Part A of ESEA:						
Principal and Teacher Training	<u>20,000.00</u>		<u>20,000.00</u>	<u>0.09%</u>	<u>18,063.21</u>	<u>102,495.33</u>
Total Restricted Federal Resources	<u>179,000.00</u>		<u>179,000.00</u>	<u>0.81%</u>	<u>161,665.75</u>	<u>117,892.79</u>
Totals	<u>\$ 18,918,952.53</u>	<u>\$ 3,304,797.00</u>	<u>\$ 22,223,749.53</u>	<u>100.00%</u>	<u>\$ 17,682,885.77</u>	<u>\$ 4,641,422.30</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Exhibit D-2a

School: Lincoln

Resources	Resource Amount	Adjustment	Adjusted Resource Amount	% of Total Resources	Total Expenditures - % of Total Resources	Total Surplus/ Carryover - % of Total Resources
General Fund Contribution	\$ 5,394,260.00	\$	\$ 5,394,260.00		\$ 4,811,487.24	\$ 582,772.76
General Fund Reserve for Encumbrances at June 30, 2009	25,221.29		25,221.29		25,221.29	
Combined General Fund Contribution	5,419,481.29		5,419,481.29	97.78%	4,836,708.53	582,772.76
Federal Aid: AARA - GSF		123,166.00	123,166.00	2.22%	123,166.00	
Totals	\$ 5,419,481.29	\$ 123,166.00	\$ 5,542,647.29	100.00%	\$ 4,959,874.53	\$ 582,772.76

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Exhibit D-2b

<u>School: Washington</u>	<u>Resource Amount</u>	<u>Adjustment</u>	<u>Adjusted Resource Amount</u>	<u>% of Total Resources</u>	<u>Total Expenditures - % of Total Resources</u>	<u>Total Surplus/ Carryover - % of Total Resources</u>
General Fund Contribution	\$ 3,685,923.00	\$	\$ 3,685,923.00		\$ 3,323,252.95	\$ 362,670.05
General Fund Reserve for Encumbrances at June 30, 2009	59,144.17		59,144.17		59,144.17	
Combined General Fund Contribution	<u>3,745,067.17</u>		<u>3,745,067.17</u>	<u>95.44%</u>	<u>3,382,397.12</u>	<u>362,670.05</u>
Restricted Federal Resources:						
Title I, Part A of ESEA:						
Helping Disadvantaged Children	159,000.00		159,000.00	4.05%	143,602.54	15,397.46
Title II, Part A of ESEA:						
Principal and Teacher Training	20,000.00		20,000.00	0.51%	18,063.21	1,936.79
Total Restricted Federal Resources	<u>179,000.00</u>		<u>179,000.00</u>	<u>4.56%</u>	<u>161,665.75</u>	<u>17,334.25</u>
Totals	<u>\$ 3,924,067.17</u>	<u>\$ -</u>	<u>\$ 3,924,067.17</u>	<u>100.00%</u>	<u>\$ 3,544,062.87</u>	<u>\$ 380,004.30</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Exhibit D-2c

<u>High School</u>	<u>Resource</u> <u>Amount</u>	<u>Adjustment</u>	<u>Adjusted</u> <u>Resource</u> <u>Amount</u>	<u>% of Total</u> <u>Resources</u>	<u>Total</u> <u>Expenditures -</u> <u>% of Total</u> <u>Resources</u>	<u>Total Surplus/</u> <u>Carryover -</u> <u>% of Total</u> <u>Resources</u>
General Fund Contribution	\$ 7,081,283.00	\$ -	\$ 7,081,283.00		\$ 3,651,826.22	\$ 3,429,456.78
General Fund Reserve for Encumbrances at June 30, 2009	146,975.75		146,975.75		146,975.75	
Combined General Fund Contribution	<u>7,228,258.75</u>		<u>7,228,258.75</u>	69.44%	<u>3,798,801.97</u>	<u>3,429,456.78</u>
Federal Aid: AARA - ESF		<u>3,181,631.00</u>	<u>3,181,631.00</u>	30.56%	<u>3,181,631.00</u>	
Totals	<u>\$ 7,228,258.75</u>	<u>\$ 3,181,631.00</u>	<u>\$ 10,409,889.75</u>	<u>100.00%</u>	<u>\$ 6,980,432.97</u>	<u>\$ 3,429,456.78</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Exhibit D-2d

Lincoln Annex

<u>Resources</u>	<u>Resource Amount</u>	<u>Adjustment</u>	<u>Adjusted Resource Amount</u>	<u>% of Total Resources</u>	<u>Total Expenditures - % of Total Resources</u>	<u>Total Surplus/ Carryover - % of Total Resources</u>
General Fund Contribution	\$ 2,345,367.00	\$	\$ 2,345,367.00		\$ 2,196,737.08	\$ 148,629.92
General Fund Reserve for Encumbrances at June 30, 2009	1,778.32		1,778.32		1,778.32	
Totals	<u>\$ 2,347,145.32</u>	<u>\$ -</u>	<u>\$ 2,347,145.32</u>	<u>100.00%</u>	<u>\$ 2,198,515.40</u>	<u>\$ 148,629.92</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3
Sheet #1

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>District-Wide</u>					
Instruction - Regular Programs:					
Preschool/Kindergarten:					
Salaries of Teachers	\$ 557,252.00	\$	\$ 557,252.00	\$ 526,774.86	\$ 30,477.14
Salaries of Teachers:					
Grades 1 - 5	1,754,216.00		1,754,216.00	1,754,216.00	
Grades 6 - 8	1,686,546.00		1,686,546.00	1,456,977.41	229,568.59
Grades 9 - 12	3,576,034.00		3,576,034.00	3,527,340.63	48,693.37
Annex	974,335.00		974,335.00	974,335.00	
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	131,688.00		131,688.00	112,227.02	19,460.98
Purchased Professional/Educational Services	40,000.00		40,000.00	37,600.00	2,400.00
General Supplies	330,860.67		330,860.67	320,395.09	10,465.58
Textbooks	230,092.61		230,092.61	231,646.24	(1,553.63)
Total Regular Programs	<u>9,281,024.28</u>		<u>9,281,024.28</u>	<u>8,941,512.25</u>	<u>339,512.03</u>
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	395,394.00		395,394.00	334,642.08	60,751.92
Other Salaries for Instruction	105,038.00		105,038.00	88,138.90	16,899.10
General Supplies	3,840.00		3,840.00	3,088.36	751.64
Textbooks	4,140.00		4,140.00	2,201.16	1,938.84
Total Learning and/or Language Disabilities	<u>508,412.00</u>		<u>508,412.00</u>	<u>428,070.50</u>	<u>80,341.50</u>
Multiple Disabilities:					
Salaries of Teachers	<u>93,142.00</u>		<u>93,142.00</u>	<u>93,142.00</u>	
Total Multiple Disabilities	<u>93,142.00</u>		<u>93,142.00</u>	<u>93,142.00</u>	

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3
Sheet #2

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<u>District-Wide</u>					
Special Education:					
Instruction:					
Resource Room/Resource Center:					
Salaries of Teachers	\$ 680,076.00		\$ 680,076.00	\$ 633,478.61	\$ 46,597.39
Purchased Professional/Educational Services	12,700.00		12,700.00	5,637.06	12,700.00
General Supplies	6,070.00		6,070.00	3,598.68	432.94
Textbooks	4,290.00		4,290.00		691.32
Total Resource Room/Resource Center	703,136.00		703,136.00	642,714.35	60,421.65
Total Special Education	1,304,690.00		1,304,690.00	1,163,926.85	140,763.15
Basic Skills/Remedial:					
Salaries of Teachers	416,129.00		416,129.00	231,982.32	184,146.68
General Supplies	1,742.59		1,742.59	1,523.30	219.29
Textbooks	1,000.00		1,000.00	930.12	69.88
Total Basic Skills/Remedial	418,871.59		418,871.59	234,435.74	184,435.85
Bilingual Education:					
Salaries of Teachers	583,650.00		583,650.00	518,374.09	65,275.91
Purchased Professional/Educational Services	500.00		500.00	428.96	71.04
General Supplies	19,635.02		19,635.02	18,910.97	724.05
Textbooks	3,700.00		3,700.00	2,913.28	786.72
Total Bilingual Education	607,485.02		607,485.02	540,627.30	66,857.72

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3
 Sheet #3

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<u>District-Wide</u>					
School-Sponsored Cocurricular Activities:					
Salaries	\$ 59,125.00	\$	\$ 59,125.00	\$ 57,014.76	\$ 2,110.24
Supplies and Materials	4,400.00		4,400.00	3,642.22	757.78
Total School-Sponsored Cocurricular Activities	63,525.00		63,525.00	60,656.98	2,868.02
School-Sponsored Athletics:					
Salaries	302,117.00		302,117.00	302,077.00	40.00
Supplies and Materials	4,400.00		4,400.00	3,922.00	478.00
Total School-Sponsored Athletics	306,517.00		306,517.00	305,999.00	518.00
Other Instructional Programs:					
Purchased Professional/Technical Services	1,500.00		1,500.00	1,500.00	
Purchased Professional/Educational Services	80,500.00		80,500.00	77,602.05	2,897.95
Supplies and Materials	94,005.00		94,005.00	89,543.36	4,461.64
Total Other Instructional Programs	176,005.00		176,005.00	168,645.41	7,359.59
Undistributed:					
Attendance and Social Work Services:					
Salaries	239,773.00		239,773.00	222,755.16	17,017.84
Supplies and Materials	4,838.01		4,838.01	4,456.08	381.93
Total Attendance and Social Work Services	244,611.01		244,611.01	227,211.24	17,399.77
Health Services:					
Salaries	445,315.00		445,315.00	435,593.02	9,721.98
Purchased Professional/Technical Services	10,000.00		10,000.00	10,000.00	
Supplies and Materials	6,060.00		6,060.00	6,052.07	7.93
Total Health Services	461,375.00		461,375.00	451,645.09	9,729.91
Improvement of Instruction Services:					
Salaries of Other Professional Staff	541,986.00		541,986.00	460,483.45	81,502.55
Supplies and Materials	2,709.41		2,709.41	2,284.80	424.61
Total Improvement of Instruction Services	544,695.41		544,695.41	462,768.25	81,927.16
Guidance Services:					
Salaries of Other Professional Staff	487,250.00		487,250.00	468,573.45	18,676.55
Salaries of Secretarial and Clerical Assistants	36,870.00		36,870.00	36,869.92	0.08
Purchased Professional/Educational Services	4,000.00		4,000.00	3,230.58	769.42
Supplies and Materials	1,500.00		1,500.00	1,000.00	500.00
Other Purchased and Technical Services	4,000.00		4,000.00	3,999.38	0.62
Total Guidance Services	533,620.00		533,620.00	513,673.33	19,946.67
Educational Media Services/School Library:					
Salaries	463,736.00		463,736.00	438,839.68	24,896.32
Supplies and Materials	30,000.00		30,000.00	29,508.89	491.11
Total Educational Media Services/School Library	493,736.00		493,736.00	468,348.57	25,387.43

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3
 Sheet #4

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<u>District-Wide</u>					
Undistributed:					
Staff Development - Staff Training:					
Purchased Professional/Educational Services	\$ 1,200.00	\$	\$ 1,200.00	\$ 1,200.00	\$ -
Other Purchased Services	500.00		500.00	500.00	
Supplies and Materials	400.00		400.00	400.00	
Total Staff Development - Staff Training	<u>2,100.00</u>		<u>2,100.00</u>	<u>2,100.00</u>	
Support Services School Administration:					
Salaries of Principals/Assistant Principals	913,332.00		913,332.00	832,682.75	80,649.25
Salaries of Secretarial and Clerical Assistants	246,226.00		246,226.00	242,463.50	3,762.50
Other Purchased Professional and Technical Services	15,700.00		15,700.00	12,815.53	2,884.47
Supplies and Materials	44,858.82		44,858.82	41,830.05	3,028.77
Other Objects	4,000.00		4,000.00	4,000.00	4,000.00
Total Support Services School Administration	<u>1,224,116.82</u>		<u>1,224,116.82</u>	<u>1,129,791.83</u>	<u>94,324.99</u>
Security:					
Salaries	34,158.00		34,158.00	22,380.66	11,777.34
General Supplies	500.00		500.00	500.00	
Total Security	<u>34,658.00</u>		<u>34,658.00</u>	<u>22,880.66</u>	<u>11,777.34</u>
Unallocated Benefits - Employee Benefits:					
Group Insurance	150,633.13		150,633.13	150,633.13	
Health Benefits	2,895,807.00		2,895,807.00	2,832,790.73	63,016.27
Total Unallocated Benefits - Employee Benefits	<u>3,046,440.13</u>		<u>3,046,440.13</u>	<u>2,983,423.86</u>	<u>63,016.27</u>
Total Undistributed Expenditures	<u>6,585,352.37</u>		<u>6,585,352.37</u>	<u>6,261,842.83</u>	<u>323,509.54</u>
Total General Current Expense	<u>18,743,470.26</u>		<u>18,743,470.26</u>	<u>17,677,646.36</u>	<u>1,065,823.90</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3
 Sheet #5

<u>District-Wide</u>	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Equipment:					
Preschool/Kindergarten	\$ 28,401.00	\$	\$ 28,401.00	\$ 16,340.69	\$ 12,060.31
Grades 1 - 5	26,120.00		26,120.00	19,948.48	6,171.52
Grades 6 - 8	35,823.33		35,823.33	32,879.69	2,943.64
Annex	30,000.00		30,000.00	23,837.19	6,162.81
Grades 9 - 12	55,137.94		55,137.94	54,421.77	716.17
Total Equipment	175,482.27		175,482.27	147,427.82	28,054.45
TOTAL SCHOOL BASED EXPENDITURES	18,918,952.53		18,918,952.53	17,825,074.18	1,093,878.35
Other Financing Sources:					
Operating Transfer In	18,685,833.00		18,685,833.00	17,682,885.77	1,002,947.23
Total Other Financing Sources	18,685,833.00		18,685,833.00	17,682,885.77	1,002,947.23
Excess (Deficiency) of Other Financing Sources Over/ (Under) Expenditures and Other Financing (Uses)	(233,119.53)		(233,119.53)	(142,188.41)	90,931.12
Fund Balance, July 1	233,119.53		233,119.53	233,119.53	
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 90,931.12	\$ 90,931.12

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3a
Sheet #1

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Lincoln</u>					
Instruction - Regular Programs:					
Preschool/Kindergarten:					
Salaries of Teachers	\$ 557,252.00	\$	\$ 557,252.00	\$ 526,774.86	\$ 30,477.14
Salaries of Teachers:					
Grades 1 - 5	1,754,216.00		1,754,216.00	1,754,216.00	
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	131,688.00		131,688.00	112,227.02	19,460.98
Purchased Professional/Educational Services					
General Supplies	175,267.10		175,267.10	170,955.88	4,311.22
Textbooks	53,971.82		53,971.82	53,837.47	134.35
Total Regular Programs	<u>2,672,394.92</u>		<u>2,672,394.92</u>	<u>2,618,011.23</u>	<u>54,383.69</u>
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	90,264.00		90,264.00	42,547.13	47,716.87
Other Salaries for Instruction	27,394.00		27,394.00	26,118.36	1,275.64
General Supplies	1,200.00		1,200.00	1,116.46	83.54
Textbooks	1,500.00		1,500.00	1,500.00	1,500.00
Total Learning and/or Language Disabilities	<u>120,358.00</u>		<u>120,358.00</u>	<u>69,781.95</u>	<u>50,576.05</u>
Multiple Disabilities:					
Salaries of Teachers	93,142.00		93,142.00	93,142.00	
Total Multiple Disabilities	<u>93,142.00</u>		<u>93,142.00</u>	<u>93,142.00</u>	

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3a
Sheet #2

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Lincoln</u>					
Total Special Education	\$ 213,500.00	\$	\$ 213,500.00	\$ 162,923.95	\$ 50,576.05
Basic Skills/Remedial:					
Salaries of Teachers	308,054.00		308,054.00	130,050.10	178,003.90
General Supplies	1,242.59		1,242.59	1,124.48	118.11
Textbooks	500.00		500.00	430.12	69.88
Total Basic Skills/Remedial	<u>309,796.59</u>		<u>309,796.59</u>	<u>131,604.70</u>	<u>178,191.89</u>
Resource Room/Resource Center:					
Salaries of Teachers	189,174.00		189,174.00	179,320.90	9,853.10
General Supplies	2,000.00		2,000.00	1,904.70	95.30
Total Resource Room/Resource Center	<u>191,174.00</u>		<u>191,174.00</u>	<u>181,225.60</u>	<u>9,948.40</u>
Bilingual Education:					
Salaries of Teachers	203,484.00		203,484.00	194,000.30	9,483.70
General Supplies	14,411.50		14,411.50	14,231.92	179.58
Textbooks	500.00		500.00	472.21	27.79
Total Bilingual Education	<u>218,395.50</u>		<u>218,395.50</u>	<u>208,704.43</u>	<u>9,691.07</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3a
Sheet #3

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Lincoln</u>					
School-Sponsored Cocurricular Activities:					
Salaries	\$ 3,125.00	\$	\$ 3,125.00	\$ 1,894.01	\$ 1,230.99
Total School-Sponsored Cocurricular Activities	<u>3,125.00</u>		<u>3,125.00</u>	<u>1,894.01</u>	<u>1,230.99</u>
Undistributed:					
Attendance and Social Work Services:					
Salaries	86,187.00		86,187.00	69,169.16	17,017.84
Supplies and Materials	<u>1,000.00</u>		<u>1,000.00</u>	<u>978.99</u>	<u>21.01</u>
Total Attendance and Social Work Services	<u>87,187.00</u>		<u>87,187.00</u>	<u>70,148.15</u>	<u>17,038.85</u>
Health Services:					
Salaries	63,716.00		63,716.00	63,716.00	
Supplies and Materials	<u>1,200.00</u>		<u>1,200.00</u>	<u>1,199.82</u>	<u>0.18</u>
Total Health Services	<u>64,916.00</u>		<u>64,916.00</u>	<u>64,915.82</u>	<u>0.18</u>
Improvement of Instruction Services:					
Salaries of Other Professional Staff	96,926.00		96,926.00	82,087.55	14,838.45
Total Improvement of Instruction Services	<u>96,926.00</u>		<u>96,926.00</u>	<u>82,087.55</u>	<u>14,838.45</u>
Educational Media Services/School Library:					
Salaries	104,819.00		104,819.00	81,534.10	23,284.90
Total Educational Media Services/School Library	<u>104,819.00</u>		<u>104,819.00</u>	<u>81,534.10</u>	<u>23,284.90</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3a
Sheet #4

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Lincoln</u>					
Undistributed:					
Staff Development - Staff Training:					
Purchased Professional/Educational Services	\$ 1,200.00		\$ 1,200.00	\$ 1,200.00	\$ -
Other Purchased and Technical Services	500.00		500.00	500.00	
Other Purchased Services	400.00		400.00	400.00	
Total Staff Development - Staff Training	2,100.00		2,100.00	2,100.00	
Support Services School Administration:					
Salaries of Principals/Assistant Principals	266,974.00		266,974.00	192,964.21	74,009.79
Salaries of Secretarial and Clerical Assistants	89,205.00		89,205.00	87,828.26	1,376.74
Other Purchased Professional and Technical Services	8,000.00		8,000.00	5,605.14	2,394.86
Supplies and Materials	6,017.28		6,017.28	6,017.24	0.04
Total Support Services School Administration	370,196.28		370,196.28	292,414.85	77,781.43
Unallocated Benefits - Employee Benefits:					
Health Benefits	1,030,430.00		1,030,430.00	1,010,289.30	20,140.70
Total Unallocated Benefits - Employee Benefits	1,030,430.00		1,030,430.00	1,010,289.30	20,140.70
Total Undistributed Expenditures	1,756,574.28		1,756,574.28	1,603,489.77	153,084.51
Total General Current Expense	5,364,960.29		5,364,960.29	4,907,853.69	457,106.60

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3a
Sheet #5

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Lincoln</u>					
Equipment:					
Preschool/Kindergarten	\$ 28,401.00	\$	\$ 28,401.00	\$ 16,340.69	\$ 12,060.31
Grades 1 - 5	26,120.00		26,120.00	19,948.48	6,171.52
Total Equipment	<u>54,521.00</u>		<u>54,521.00</u>	<u>36,289.17</u>	<u>18,231.83</u>
TOTAL SCHOOL BASED EXPENDITURES	5,419,481.29		5,419,481.29	4,944,142.86	475,338.43
Other Financing Sources:					
Operating Transfer In	<u>5,394,260.00</u>		<u>5,394,260.00</u>	<u>4,959,874.53</u>	<u>434,385.47</u>
Total Other Financing Sources	5,394,260.00		5,394,260.00	4,959,874.53	434,385.47
Excess (Deficiency) of Other Financing Sources Over/ (Under) Expenditures and Other Financing (Uses)	(25,221.29)		(25,221.29)	15,731.67	40,952.96
Fund Balance, July 1	<u>25,221.29</u>		<u>25,221.29</u>	<u>25,221.29</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,952.96</u>	<u>\$ 40,952.96</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3b
Sheet #1

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Washington</u>					
Instruction - Regular Programs:					
Salaries of Teachers:					
Grades 6 - 8	\$1,686,546.00		\$ 1,686,546.00	\$ 1,456,977.41	\$ 229,568.59
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	54,870.71		54,870.71	52,285.64	2,585.07
General Supplies	34,155.99		34,155.99	33,297.08	858.91
Textbooks					
Total Regular Programs	<u>1,775,572.70</u>		<u>1,775,572.70</u>	<u>1,542,560.13</u>	<u>233,012.57</u>
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	103,370.00		103,370.00	91,982.75	11,387.25
Other Salaries for Instruction	32,322.00		32,322.00	28,276.50	4,045.50
General Supplies	1,320.00		1,320.00	671.90	648.10
Textbooks	1,210.00		1,210.00	881.16	328.84
Total Learning and/or Language Disabilities	<u>138,222.00</u>		<u>138,222.00</u>	<u>121,812.31</u>	<u>16,409.69</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3b
Sheet #2

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Washington</u>					
Instruction:					
Resource Room/Resource Center:					
Salaries of Teachers	\$ 188,310.00	\$	\$ 188,310.00	\$ 188,309.10	\$ 0.90
Purchased Professional/Educational Services	12,700.00		12,700.00		12,700.00
General Supplies	1,870.00		1,870.00	1,595.00	275.00
Textbooks	2,640.00		2,640.00	1,948.69	691.31
	<u>205,520.00</u>		<u>205,520.00</u>	<u>191,852.79</u>	<u>13,667.21</u>
Total Resource Room/Resource Center	<u>205,520.00</u>		<u>205,520.00</u>	<u>191,852.79</u>	<u>13,667.21</u>
Total Special Education	<u>343,742.00</u>		<u>343,742.00</u>	<u>313,665.10</u>	<u>30,076.90</u>
Bilingual Education:					
Salaries of Teachers	105,956.00		105,956.00	101,932.22	4,023.78
General Supplies	700.00		700.00	700.00	
Textbooks	700.00		700.00	515.33	184.67
	<u>107,356.00</u>		<u>107,356.00</u>	<u>103,147.55</u>	<u>4,208.45</u>
Total Bilingual Education	<u>107,356.00</u>		<u>107,356.00</u>	<u>103,147.55</u>	<u>4,208.45</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3b
 Sheet #3

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Washington</u>					
School-Sponsored Cocurricular Activities: Supplies and Materials	\$ 4,400.00	\$	\$ 4,400.00	\$ 3,642.22	\$ 757.78
Total School-Sponsored Cocurricular Activities	<u>4,400.00</u>		<u>4,400.00</u>	<u>3,642.22</u>	<u>757.78</u>
School-Sponsored Athletics: Salaries Supplies and Materials	27,500.00 4,400.00		27,500.00 4,400.00	27,460.00 3,922.00	40.00 478.00
Total School-Sponsored Athletics	<u>31,900.00</u>		<u>31,900.00</u>	<u>31,382.00</u>	<u>518.00</u>
Undistributed: Attendance and Social Work Services: Salaries Supplies and Materials	67,399.00 2,338.01		67,399.00 2,338.01	67,399.00 2,337.02	0.99
Total Attendance and Social Work Services	<u>69,737.01</u>		<u>69,737.01</u>	<u>69,736.02</u>	<u>0.99</u>
Health Services: Salaries Supplies and Materials	92,280.00 1,760.00		92,280.00 1,760.00	90,619.14 1,760.00	1,660.86
Total Health Services	<u>94,040.00</u>		<u>94,040.00</u>	<u>92,379.14</u>	<u>1,660.86</u>
Improvement of Instruction Services: Salaries of Other Professional Staff Supplies and Materials	157,498.00 1,200.00		157,498.00 1,200.00	112,973.87 834.79	44,524.13 365.21
Total Improvement of Instruction Services	<u>158,698.00</u>		<u>158,698.00</u>	<u>113,808.66</u>	<u>44,889.34</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3b
Sheet #4

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Washington</u>					
Undistributed:					
Guidance Services:					
Salaries of Other Professional Staff	\$ 138,532.00	\$	\$ 138,532.00	\$ 138,532.00	\$ 500.00
Supplies and Materials	1,500.00		1,500.00	1,000.00	
Total Guidance Services	<u>140,032.00</u>		<u>140,032.00</u>	<u>139,532.00</u>	<u>500.00</u>
Educational Media Services/School Library:					
Salaries	92,603.00		92,603.00	90,991.58	1,611.42
Total Educational Media Services/School Library	<u>92,603.00</u>		<u>92,603.00</u>	<u>90,991.58</u>	<u>1,611.42</u>
Support Services School Administration:					
Salaries of Principals/Assistant Principals	252,558.00		252,558.00	245,918.54	6,639.46
Salaries of Secretarial and Clerical Assistants	51,474.00		51,474.00	50,679.20	794.80
Supplies and Materials	7,700.00		7,700.00	7,592.93	107.07
Total Support Services School Administration	<u>311,732.00</u>		<u>311,732.00</u>	<u>304,190.67</u>	<u>7,541.33</u>
Unallocated Benefits - Employee Benefits:					
Group Insurance	29,054.13		29,054.13	29,054.13	
Health Benefits	729,377.00		729,377.00	721,467.03	7,909.97
Total Unallocated Benefits - Employee Benefits	<u>758,431.13</u>		<u>758,431.13</u>	<u>750,521.16</u>	<u>7,909.97</u>
Total Undistributed Expenditures	<u>1,625,273.14</u>		<u>1,625,273.14</u>	<u>1,561,159.23</u>	<u>64,113.91</u>
Total General Current Expense	<u>3,888,243.84</u>		<u>3,888,243.84</u>	<u>3,555,556.23</u>	<u>332,687.61</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3b
Sheet #5

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Washington</u>					
Equipment:					
Grades 6 - 8	\$ 35,823.33	-	\$ 35,823.33	\$ 32,879.69	\$ 2,943.64
Total Equipment	<u>35,823.33</u>		<u>35,823.33</u>	<u>32,879.69</u>	<u>2,943.64</u>
TOTAL SCHOOL BASED EXPENDITURES	<u>3,924,067.17</u>		<u>3,924,067.17</u>	<u>3,588,435.92</u>	<u>335,631.25</u>
Other Financing Sources:					
Operating Transfer In	<u>3,864,923.00</u>		<u>3,864,923.00</u>	<u>3,544,062.87</u>	<u>320,860.13</u>
Total Other Financing Sources	<u>3,864,923.00</u>		<u>3,864,923.00</u>	<u>3,544,062.87</u>	<u>320,860.13</u>
Excess (Deficiency) of Other Financing Sources Over/ (Under) Expenditures and Other Financing (Uses)	<u>(59,144.17)</u>		<u>(59,144.17)</u>	<u>(44,373.05)</u>	<u>14,771.12</u>
Fund Balance, July 1	<u>59,144.17</u>		<u>59,144.17</u>	<u>59,144.17</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,771.12</u>	<u>\$ 14,771.12</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3c
Sheet #1

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: High School</u>					
Instruction - Regular Programs:					
Salaries of Teachers:					
Grades 9 - 12	\$3,576,034.00	\$	\$3,576,034.00	\$3,527,340.63	\$ 48,693.37
Regular Programs - Undistributed Instruction:					
Purchased Professional/Educational Services	40,000.00		40,000.00	37,600.00	2,400.00
General Supplies	76,722.86		76,722.86	73,630.28	3,092.58
Textbooks	86,000.00		86,000.00	86,000.00	
Total Regular Programs	<u>3,778,756.86</u>		<u>3,778,756.86</u>	<u>3,724,570.91</u>	<u>54,185.95</u>
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	153,441.00		153,441.00	151,793.20	1,647.80
Other Salaries for Instruction	13,000.00		13,000.00	6,820.02	6,179.98
General Supplies	1,320.00		1,320.00	1,300.00	20.00
Textbooks	1,430.00		1,430.00	1,320.00	110.00
Total Learning and/or Language Disabilities	<u>169,191.00</u>		<u>169,191.00</u>	<u>161,233.22</u>	<u>7,957.78</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3c
Sheet #2

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: High School</u>					
Instruction:					
Resource Room/Resource Center:					
Salaries of Teachers	\$ 190,118.00	\$	\$ 190,118.00	\$ 187,572.32	\$ 2,545.68
General Supplies	1,650.00		1,650.00	1,587.36	62.64
Textbooks	1,650.00		1,650.00	1,649.99	0.01
Total Resource Room/Resource Center	<u>193,418.00</u>		<u>193,418.00</u>	<u>190,809.67</u>	<u>2,608.33</u>
Total Special Education	<u>362,609.00</u>		<u>362,609.00</u>	<u>352,042.89</u>	<u>10,566.11</u>
Bilingual Education:					
Salaries of Teachers	213,049.00		213,049.00	209,760.38	3,288.62
Purchased Professional and Technical Services	500.00		500.00	428.96	71.04
General Supplies	4,000.00		4,000.00	3,587.64	412.36
Textbooks	2,000.00		2,000.00	1,693.63	306.37
Total Bilingual Education	<u>219,549.00</u>		<u>219,549.00</u>	<u>215,470.61</u>	<u>4,078.39</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3c
 Sheet #3

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<u>School: High School</u>					
School-Sponsored Cocurricular Activities:					
Salaries	\$ 55,000.00	\$	\$ 55,000.00	\$ 55,000.00	\$ -
Total School-Sponsored Cocurricular Activities	55,000.00		55,000.00	55,000.00	
School-Sponsored Athletics:					
Salaries	274,617.00		274,617.00	274,617.00	
Total School-Sponsored Athletics	274,617.00		274,617.00	274,617.00	
Other Instructional Programs:					
Purchased Services	80,000.00		80,000.00	77,532.05	2,467.95
Supplies and Materials	93,565.00		93,565.00	89,103.36	4,461.64
Total Other Instructional Programs	173,565.00		173,565.00	166,635.41	6,929.59
Undistributed:					
Attendance and Social Work Services:					
Supplies and Materials	1,000.00		1,000.00	640.07	359.93
Total Attendance and Social Work Services	1,000.00		1,000.00	640.07	359.93
Health Services:					
Salaries	197,254.00		197,254.00	192,527.00	4,727.00
Purchased Professional/Technical Services	10,000.00		10,000.00	10,000.00	
Supplies and Materials	2,200.00		2,200.00	2,197.27	2.73
Total Health Services	209,454.00		209,454.00	204,724.27	4,729.73
Improvement of Instruction Services:					
Salaries of Other Professional Staff	190,636.00		190,636.00	183,362.09	7,273.91
Supplies and Materials	1,509.41		1,509.41	1,450.01	59.40
Total Improvement of Instruction Services	192,145.41		192,145.41	184,812.10	7,333.31

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3c
 Sheet #4

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: High School</u>					
Undistributed:					
Educational Media Services/School Library:					
Salaries	\$ 168,908.00	\$	\$ 168,908.00	\$ 168,908.00	\$ 491.11
Supplies and Materials	30,000.00		30,000.00	29,508.89	
Total Educational Media Services/School Library	<u>198,908.00</u>		<u>198,908.00</u>	<u>198,416.89</u>	<u>491.11</u>
Guidance Services:					
Salaries of Other Professional Staff	348,718.00		348,718.00	330,041.45	18,676.55
Salaries of Secretarial and Clerical Assistants	36,870.00		36,870.00	36,869.92	0.08
Purchased Professional/Educational Services	4,000.00		4,000.00	3,230.58	769.42
Other Purchased and Technical Services	4,000.00		4,000.00	3,999.38	0.62
Total Guidance Services	<u>393,588.00</u>		<u>393,588.00</u>	<u>374,141.33</u>	<u>19,446.67</u>
Support Services School Administration:					
Salaries of Principals/Assistant Principals	275,810.00		275,810.00	275,810.00	1,367.67
Salaries of Secretarial and Clerical Assistants	73,740.00		73,740.00	72,372.33	2,417.97
Supplies and Materials	27,141.54		27,141.54	24,723.57	4,000.00
Other Objects	4,000.00		4,000.00	4,000.00	
Total Support Services School Administration	<u>380,691.54</u>		<u>380,691.54</u>	<u>372,905.90</u>	<u>7,785.64</u>
Security:					
Salaries	34,158.00		34,158.00	22,380.66	11,777.34
General Supplies	500.00		500.00	500.00	
Total Security	<u>34,658.00</u>		<u>34,658.00</u>	<u>22,880.66</u>	<u>11,777.34</u>
Unallocated Benefits - Employee Benefits:					
Group Insurance	121,579.00		121,579.00	121,579.00	
Health Benefits	777,000.00		777,000.00	777,000.00	

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3c
 Sheet #5

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>High School</u>					
Total Unallocated Benefits - Employee Benefits	\$ 898,579.00	\$	\$ 898,579.00	\$ 898,579.00	\$ -
Total Undistributed Expenditures	<u>2,309,023.95</u>		<u>2,309,023.95</u>	<u>2,257,100.22</u>	<u>51,923.73</u>
Total General Current Expense	<u>7,173,120.81</u>		<u>7,173,120.81</u>	<u>7,045,437.04</u>	<u>127,683.77</u>
Equipment:					
Grades 9 - 12	<u>55,137.94</u>		<u>55,137.94</u>	<u>54,421.77</u>	<u>716.17</u>
Total Equipment	<u>55,137.94</u>		<u>55,137.94</u>	<u>54,421.77</u>	<u>716.17</u>
TOTAL SCHOOL BASED EXPENDITURES	<u>7,228,258.75</u>		<u>7,228,258.75</u>	<u>7,099,858.81</u>	<u>128,399.94</u>
Other Financing Sources:					
Operating Transfer In	<u>7,081,283.00</u>		<u>7,081,283.00</u>	<u>6,980,432.97</u>	<u>100,850.03</u>
Total Other Financing Sources	<u>7,081,283.00</u>		<u>7,081,283.00</u>	<u>6,980,432.97</u>	<u>100,850.03</u>
Excess (Deficiency) of Other Financing Sources Over/ (Under) Expenditures and Other Financing (Uses)	<u>(146,975.75)</u>		<u>(146,975.75)</u>	<u>(119,425.84)</u>	<u>27,549.91</u>
Fund Balance, July 1	<u>146,975.75</u>		<u>146,975.75</u>	<u>146,975.75</u>	
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,549.91</u>	<u>\$ 27,549.91</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3d
Sheet #1

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Lincoln School Annex</u>					
Instruction - Regular Programs:					
Salaries of Teachers:					
Grade 1 - 5	\$ 974,335.00	\$	\$ 974,335.00	\$ 974,335.00	\$
Regular Programs - Undistributed Instruction:					
General Supplies	24,000.00		24,000.00	23,523.29	476.71
Textbooks	55,964.80		55,964.80	58,511.69	(2,546.89)
Total Regular Programs	<u>1,054,299.80</u>		<u>1,054,299.80</u>	<u>1,056,369.98</u>	<u>(2,070.18)</u>
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	48,319.00		48,319.00	48,319.00	
Other Salaries for Instruction	32,322.00		32,322.00	26,924.02	5,397.98
Total Learning and/or Language Disabilities	<u>80,641.00</u>		<u>80,641.00</u>	<u>75,243.02</u>	<u>5,397.98</u>
Resource Room/Resource Center:					
Salaries of Teachers	112,474.00		112,474.00	78,276.29	34,197.71
General Supplies	550.00		550.00	550.00	
Total Resource Room/Resource Center	<u>113,024.00</u>		<u>113,024.00</u>	<u>78,826.29</u>	<u>34,197.71</u>
Total Special Education	<u>193,665.00</u>		<u>193,665.00</u>	<u>154,069.31</u>	<u>39,595.69</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3d
Sheet #2

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Lincoln School Annex</u>					
Basic Skills/Remedial:					
Salaries of Teachers	\$ 108,075.00	\$	\$ 108,075.00	\$ 101,932.22	\$ 6,142.78
General Supplies	500.00		500.00	398.82	101.18
Textbooks	500.00		500.00	500.00	
Total Basic Skills/Remedial	<u>109,075.00</u>		<u>109,075.00</u>	<u>102,831.04</u>	<u>6,243.96</u>
Bilingual Education:					
Salaries of Teachers	61,161.00		61,161.00	12,681.19	48,479.81
General Supplies	523.52		523.52	391.41	132.11
Textbooks	500.00		500.00	232.11	267.89
Total Bilingual Education	<u>62,184.52</u>		<u>62,184.52</u>	<u>13,304.71</u>	<u>48,879.81</u>
School-Sponsored Cocurricular Activities:					
Salaries	1,000.00		1,000.00	120.75	879.25
Total School-Sponsored Cocurricular Activities	<u>1,000.00</u>		<u>1,000.00</u>	<u>120.75</u>	<u>879.25</u>
Other Instructional Programs:					
Purchased Professional/Technical Services	1,500.00		1,500.00	1,500.00	
Purchased Professional/Educational Services	500.00		500.00	70.00	430.00
Supplies and Materials	440.00		440.00	440.00	
Total Other Instructional Programs	<u>2,440.00</u>		<u>2,440.00</u>	<u>2,010.00</u>	<u>430.00</u>
Undistributed:					
Attendance and Social Work Services:					
Salaries	86,187.00		86,187.00	86,187.00	
Supplies and Materials	500.00		500.00	500.00	
Total Attendance and Social Work Services	<u>86,687.00</u>		<u>86,687.00</u>	<u>86,687.00</u>	
Health Services:					
Salaries	92,065.00		92,065.00	88,730.88	3,334.12
Supplies and Materials	900.00		900.00	894.98	5.02
Total Health Services	<u>92,965.00</u>		<u>92,965.00</u>	<u>89,625.86</u>	<u>3,339.14</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3d
Sheet #3

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<u>School: Lincoln School Annex</u>					
Undistributed:					
Improvement of Instruction Services:					
Salaries of Other Professional Staff	\$ 96,926.00	\$ -	\$ 96,926.00	\$ 82,059.94	\$ 14,866.06
Total Improvement of Instruction Services	<u>96,926.00</u>		<u>96,926.00</u>	<u>82,059.94</u>	<u>14,866.06</u>
Educational Media Services/School Library:	<u>97,406.00</u>		<u>97,406.00</u>	<u>97,406.00</u>	
Salaries					
Total Educational Media Services/School Library	<u>97,406.00</u>		<u>97,406.00</u>	<u>97,406.00</u>	
Support Services School Administration:					
Salaries of Principals/Assistant Principals	117,990.00		117,990.00	117,990.00	
Salaries of Secretarial and Clerical Assistants	31,807.00		31,807.00	31,583.71	223.29
Purchased Professional/Technical Services	7,700.00		7,700.00	7,210.39	489.61
Supplies and Materials	4,000.00		4,000.00	3,496.31	503.69
Total Support Services School Administration	<u>161,497.00</u>		<u>161,497.00</u>	<u>160,280.41</u>	<u>1,216.59</u>
Unallocated Benefits - Employee Benefits:					
Health Benefits	<u>359,000.00</u>		<u>359,000.00</u>	<u>324,034.40</u>	<u>34,965.60</u>

HARRISON TOWN SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

D-3d
Sheet #4

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School: <u>Lincoln School Annex</u>					
Total Unallocated Benefits - Employee Benefits	\$ 359,000.00	\$	\$ 359,000.00	\$ 324,034.40	\$ 34,965.60
Total Undistributed Expenditures	<u>896,921.00</u>		<u>896,921.00</u>	<u>842,103.61</u>	<u>54,817.39</u>
Total General Current Expense	<u>2,317,145.32</u>		<u>2,317,145.32</u>	<u>2,168,799.40</u>	<u>148,345.92</u>
Equipment: Annex	<u>30,000.00</u>		<u>30,000.00</u>	<u>23,837.19</u>	<u>6,162.81</u>
Total Equipment	<u>30,000.00</u>		<u>30,000.00</u>	<u>23,837.19</u>	<u>6,162.81</u>
TOTAL SCHOOL BASED EXPENDITURES	<u>2,347,145.32</u>		<u>2,347,145.32</u>	<u>2,192,636.59</u>	<u>154,508.73</u>
Other Financing Sources: Operating Transfer In	<u>2,345,367.00</u>		<u>2,345,367.00</u>	<u>2,198,515.40</u>	<u>146,851.60</u>
Total Other Financing Sources	<u>2,345,367.00</u>		<u>2,345,367.00</u>	<u>2,198,515.40</u>	<u>146,851.60</u>
Excess (Deficiency) of Other Financing Sources Over/ (Under) Expenditures and Other Financing (Uses)	(1,778.32)		(1,778.32)	5,878.81	7,657.13
Fund Balance, July 1	<u>1,778.32</u>		<u>1,778.32</u>	<u>1,778.32</u>	
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 7,657.13	\$ 7,657.13

E. SPECIAL REVENUE FUND

HARRISON TOWN SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

E-1

	Title IV		Title II D		Early Literacy	Title I School Improvement	Totals 2010
	2009-2010	Carryover	2009-2010	Carryovers			
Revenues							
Total Brought Forward (E-1a)	\$ 4,881,491.81	\$ 4,253.39	\$ 8,760.42	\$ 9,785.00	\$ 60,000.00	\$ 51,043.31	\$ 4,941,431.81
State Sources	2,190,204.44						2,277,823.92
Federal Sources	10,308.19						10,308.19
Local Sources							
Total Revenues	<u>7,081,944.44</u>	<u>4,253.39</u>	<u>8,760.42</u>	<u>9,785.00</u>	<u>60,000.00</u>	<u>51,043.31</u>	<u>7,229,563.92</u>
Expenditures							
Instruction:							
Salaries of Teachers	1,283,805.95				51,675.00	39,959.59	1,390,440.54
Other Salaries for Instruction	10,962.14						10,962.14
Other Purchased Services	3,626,974.97		8,300.00	1,948.55		10,705.72	3,626,974.97
General Supplies	196,742.18						226,091.81
Other Objects	10,121.17						10,121.17
Total Instruction	<u>5,138,606.41</u>		<u>8,300.00</u>	<u>1,948.55</u>	<u>51,675.00</u>	<u>50,665.31</u>	<u>5,264,590.63</u>
Support Services:							
Salaries	54,000.00						54,000.00
Salaries of Supervisors of Instruction	133,494.00						133,494.00
Salaries of Other Professional Staff	525,271.13						525,271.13
Salaries of Secretarial and Clerical Assistants	46,361.75						46,361.75
Other Salaries	194.93						194.93
Personal Services - Employee Benefits	370,796.40				8,325.00		379,503.40
Purchased Professional/Technical Services	212,176.90			2,253.58			214,430.48
Purchased Professional/Educational Services	216,585.65		460.42	5,582.87		378.00	217,046.07
Supplies and Materials	23,462.54						29,423.41
Other Purchased Services	79,140.00						79,140.00
Miscellaneous Expenditures	65,777.93	4,253.39					70,031.32
Total Support Services	<u>1,727,261.23</u>	<u>4,253.39</u>	<u>460.42</u>	<u>7,836.45</u>	<u>8,325.00</u>	<u>378.00</u>	<u>1,748,896.49</u>
Facilities Acquisition and Construction Services:							
Instructional Equipment	195,229.19						195,229.19
Total Facilities Acquisition and Construction Services	<u>195,229.19</u>						<u>195,229.19</u>
Total Expenditures	<u>7,081,096.83</u>	<u>4,253.39</u>	<u>8,760.42</u>	<u>9,785.00</u>	<u>60,000.00</u>	<u>51,043.31</u>	<u>7,208,716.31</u>
Other Financing Sources (Uses):							
Other Transfers	137,142.00						137,142.00
Transfer from General Fund	(157,989.61)						(157,989.61)
Contributions to Whole School Reform	(20,847.61)						(20,847.61)
Total Outflows	<u>7,081,944.44</u>	<u>4,253.39</u>	<u>8,760.42</u>	<u>9,785.00</u>	<u>60,000.00</u>	<u>51,043.31</u>	<u>7,229,563.92</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

HARRISON TOWN SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

E-1a

	Total Brought Forward (E-1b)	IDEA Part B - Basic 2009-2010	Whole School Carryover	2009-2010	Title IIA Carryover	Totals 2010
Revenues						
State Sources	\$ 4,872,353.29	\$ 401,370.24	\$ 9,078.52	\$ 101,222.00	\$ 12,615.99	\$ 4,881,431.81
Federal Sources	1,624,315.85					2,190,204.44
Local Sources	10,308.19					10,308.19
Total Revenues	6,506,977.33	401,370.24	9,078.52	101,222.00	12,615.99	7,081,944.44
Expenditures						
Instruction:						
Salaries of Teachers	919,184.62	277,653.34	9,078.52	84,352.00	12,615.99	1,293,805.95
Other Salaries for Instruction	1,883.62					10,962.14
Other Purchased Services	3,608,247.73	4,680.93		18,727.24		3,626,974.97
General Supplies	183,408.39			8,652.86		196,742.18
Other Objects	10,121.17					10,121.17
Total Instruction	4,722,845.53	282,334.27	9,078.52	84,352.00	12,615.99	5,138,806.41
Support Services:						
Salaries	54,000.00					54,000.00
Salaries of Supervisors of Instruction	133,494.00					133,494.00
Salaries of Other Professional Staff	523,771.13	1,500.00				525,271.13
Salaries of Secretarial and Clerical Assistants	46,361.75					46,361.75
Other Salaries	194.93					194.93
Personal Services - Employee Benefits	308,432.00	45,494.40				370,796.40
Purchased Professional/Technical Services	123,382.40	67,375.00		21,419.50		212,176.90
Purchased Professional/Educational Services	211,919.08	4,666.57				216,585.65
Supplies and Materials	21,581.78			1,880.76		23,462.54
Other Purchased Services	79,140.00					79,140.00
Miscellaneous Expenditures	65,777.93					65,777.93
Total Support Services	1,568,055.00	119,035.97		23,300.26		1,727,261.23
Facilities Acquisition and Construction Services:						
Instructional Equipment	195,229.19					195,229.19
Total Facilities Acquisition and Construction Services	195,229.19					195,229.19
Total Expenditures	6,486,129.72	401,370.24	9,078.52	101,222.00	12,615.99	7,081,096.63
Other Financing Sources (Uses):						
Other Transfers	137,142.00					137,142.00
Transfer from General Fund	(157,989.61)					(157,989.61)
Contributions to Whole School Reform	(20,847.61)					(20,847.61)
Total Outflows	6,506,977.33	401,370.24	9,078.52	101,222.00	12,615.99	7,081,944.44
Excess (Deficiency) of Revenues Over/(Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

HARRISON TOWN SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

E-1b

	Total Brought Forward (E-1c)	IDEA ARRA	ARRA Title I	Mentor Training Carryover	Family Friendly 2009-2010	Family Friendly Carryover	Preschool Education Act	Totals 2010
Revenues								
State Sources	\$ 349,952.75	\$	\$	\$ 194.93	\$ 25,735.84	\$ 13,466.42	\$ 4,483,003.35	\$ 4,872,353.29
Federal Sources	1,056,204.42	187,556.30	380,555.13					1,624,315.85
Local Sources	10,308.19							10,308.19
Total Revenues	1,416,465.36	187,556.30	380,555.13	194.93	25,735.84	13,466.42	4,483,003.35	6,506,977.33
Expenditures								
Instruction:								
Salaries of Teachers	634,945.05	100,275.30	145,364.29		25,133.56	13,466.42		919,184.62
Other Salaries for Instruction	1,883.62							1,883.62
Other Purchased Services	20,913.99							3,608,247.73
General Supplies	41,858.01	34,635.00	108,915.38				3,587,333.74	183,408.39
Other Objects	10,121.17							10,121.17
Total Instruction	709,721.84	134,910.30	252,279.67		25,133.56	13,466.42	3,587,333.74	4,722,845.53
Support Services:								
Salaries	54,000.00							54,000.00
Salaries of Supervisors of Instruction								133,494.00
Salaries of Other Professional Staff								523,771.13
Salaries of Secretarial and Clerical Assistants								46,361.75
Other Salaries				194.93				194.93
Personal Services - Employee Benefits	161,439.00	23,164.00						308,432.00
Purchased Professional/Technical Services	123,382.40							123,382.40
Purchased Professional/Educational Services	94,274.80	9,482.00	7,069.26		108.75			211,919.08
Supplies and Materials	1,480.52		6,806.20		493.53			21,581.78
Other Purchased Services								79,140.00
Miscellaneous Expenditures	53,348.00							65,777.93
Total Support Services	487,824.72	32,646.00	13,875.46	194.93	602.28		1,032,811.61	1,568,055.00
Facilities Acquisition and Construction Services:								
Instructional Equipment	60,829.19	20,000.00	114,400.00					195,229.19
Total Facilities Acquisition and Construction Services	60,829.19	20,000.00	114,400.00					195,229.19
Total Expenditures	1,258,475.75	187,556.30	380,555.13	194.93	25,735.84	13,466.42	4,620,145.35	6,486,129.72
Other Financing Sources (Uses):								
Other Transfers								
Transfer from General Fund	(157,989.61)						137,142.00	137,142.00
Contributions to Whole School Reform	(157,989.61)						(137,142.00)	(20,847.61)
Total Outflows	1,416,465.36	187,556.30	380,555.13	194.93	25,735.84	13,466.42	4,483,003.35	6,348,987.72
Excess (Deficiency) of Revenues Over/(Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157,989.61

HARRISON TOWN SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

E-1G

	Total Brought Forward (E-1d)	IDEA Preschool	Preschool ARRA 2009-2010	SBYSP	2009-2010	Title III Carryover	NJ Family Care 2009-2010	Totals 2010
Revenues								
State Sources	\$ 50,521.00	\$ 11,178.00	\$ 11,025.00	\$ 274,431.75	\$ 75,228.49	2,377.63	\$ 25,000.00	\$ 349,952.75
Federal Sources	956,395.30							1,056,204.42
Local Sources	10,308.19							10,308.19
Total Revenues	1,017,224.49	11,178.00	11,025.00	274,431.75	75,228.49	2,377.63	25,000.00	1,416,465.36
Expenditures								
Instruction:								
Salaries of Teachers	438,562.42		9,663.00	95,661.00	63,681.00	2,377.63	25,000.00	634,945.05
Other Salaries for Instruction	1,883.62							1,883.62
Other Purchased Services	9,735.99	11,178.00			216.49			20,913.99
General Supplies	41,641.52							41,858.01
Other Objects	10,121.17							10,121.17
Total Instruction	501,944.72	11,178.00	9,663.00	95,661.00	63,897.49	2,377.63	25,000.00	709,721.84
Support Services:								
Salaries	54,000.00							54,000.00
Salaries of Supervisors of Instruction			1,362.00	53,400.00	11,331.00			161,439.00
Salaries of Other Professional Staff				123,382.40				123,382.40
Salaries of Secretarial and Clerical Assistants				32.35				94,274.80
Other Salaries								1,480.52
Personal Services - Employee Benefits								53,348.00
Purchased Professional/Technical Services				1,956.00				487,924.72
Purchased Professional/Educational Services				178,770.75	11,331.00			60,829.19
Supplies and Materials	1,448.17							60,829.19
Other Purchased Services	51,392.00		1,362.00					60,829.19
Miscellaneous Expenditures	296,460.97							60,829.19
Total Support Services	296,460.97	11,178.00	11,025.00	274,431.75	75,228.49	2,377.63	25,000.00	1,258,475.75
Facilities Acquisition and Construction Services:								
Instructional Equipment	60,829.19							60,829.19
Total Facilities Acquisition and Construction Services	60,829.19	11,178.00	11,025.00	274,431.75	75,228.49	2,377.63	25,000.00	1,258,475.75
Total Expenditures	859,234.88	11,178.00	11,025.00	274,431.75	75,228.49	2,377.63	25,000.00	1,416,465.36
Other Financing Sources (Uses):								
Other Transfers								
Transfer from General Fund	(157,989.61)							(157,989.61)
Contributions to Whole School Reform	(157,989.61)							(157,989.61)
Total Outflows	1,017,224.49	11,178.00	11,025.00	274,431.75	75,228.49	2,377.63	25,000.00	1,416,465.36
Excess (Deficiency) of Revenues Over/(Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

HARRISON TOWN SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

E-1d

	Jets Eat Right	Fresh Fruits	Child Nutrition	2009-2010	Title I Carryover	NJ Big	Totals 2010
Revenues							
State Sources	\$	\$32,591.00	\$ 17,930.00	\$	\$	\$	\$ 50,521.00
Federal Sources				924,129.90	32,265.40	8,689.57	956,395.30
Local Sources	1,618.62						10,308.19
Total Revenues	<u>1,618.62</u>	<u>32,591.00</u>	<u>17,930.00</u>	<u>924,129.90</u>	<u>32,265.40</u>	<u>8,689.57</u>	<u>1,017,224.49</u>
Expenditures							
Instruction:							
Salaries of Teachers				438,562.42	1,883.62		438,562.42
Other Salaries for Instruction				5,602.99	4,133.00		1,863.62
Other Purchased Services				31,261.52	10,380.00		9,735.99
General Supplies				475,426.93	10,121.17		41,641.52
Other Objects					26,517.79		10,121.17
Total Instruction				<u>438,562.42</u>	<u>1,883.62</u>		<u>438,562.42</u>
Support Services:							
Salaries				54,000.00			54,000.00
Salaries of Supervisors of Instruction							
Salaries of Other Professional Staff							
Salaries of Secretarial and Clerical Assistants							
Other Salaries							
Personal Services - Employee Benefits				95,346.00			95,346.00
Purchased Professional/Technical Services				89,827.00	4,447.80		94,274.80
Purchased Professional/Educational Services				148.36	1,298.81		1,448.17
Supplies and Materials							
Other Purchased Services				51,392.00			51,392.00
Miscellaneous Expenditures				290,713.36	5,747.61		296,460.97
Total Support Services				<u>95,346.00</u>	<u>4,447.80</u>		<u>99,793.80</u>
Facilities Acquisition and Construction Services:							
Instructional Equipment	1,618.62	32,591.00	17,930.00			8,689.57	60,829.19
Total Facilities Acquisition and Construction Services	<u>1,618.62</u>	<u>32,591.00</u>	<u>17,930.00</u>			<u>8,689.57</u>	<u>60,829.19</u>
Total Expenditures	<u>1,618.62</u>	<u>32,591.00</u>	<u>17,930.00</u>	<u>766,140.29</u>	<u>32,265.40</u>	<u>8,689.57</u>	<u>859,234.88</u>
Other Financing Sources (Uses):							
Other Transfers							
Transfer from General Fund				(157,989.61)			(157,989.61)
Contributions to Whole School Reform				(157,989.61)			(157,989.61)
Total Outflows	<u>1,618.62</u>	<u>32,591.00</u>	<u>17,930.00</u>	<u>924,129.90</u>	<u>32,265.40</u>	<u>8,689.57</u>	<u>1,017,224.49</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

HARRISON TOWN SCHOOL DISTRICT
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

E-2

	<u>Budgeted</u>	<u>Total Actual</u>	<u>Variance</u>
<u>EXPENDITURES</u>			
Instruction:			
Other Purchased Services	\$ 3,813,740.00	\$ 3,587,333.74	\$ 226,406.26
Total Instruction	<u>3,813,740.00</u>	<u>3,587,333.74</u>	<u>226,406.26</u>
Support Services:			
Salaries of Program Directors	133,494.00	133,494.00	
Salaries of Other Professional Staff	546,716.00	523,771.13	22,944.87
Salaries of Secretarial and Clerical Assistants	48,216.00	46,361.75	1,854.25
Personal Services - Employee Benefits	123,829.00	123,829.00	
Other Purchased Professional Educational Services	137,142.00	100,984.27	36,157.73
Other Purchased Services	79,320.00	79,140.00	180.00
Supplies and Materials	15,067.00	12,801.53	2,265.47
Other Objects	15,000.00	12,429.93	2,570.07
Total Support Services	<u>1,098,784.00</u>	<u>1,032,811.61</u>	<u>65,972.39</u>
Total Expenditures	<u>\$ 4,912,524.00</u>	<u>\$ 4,620,145.35</u>	<u>\$ 292,378.65</u>
Total Revised 2009-10 Preschool Education Aid Funds Allocation			\$ 4,912,524.00
Add: Actual ECPA Carryover (June 30, 2009)			696,783.01
Contribution from General Fund			<u>137,142.00</u>
Total Preschool Education Aid Funds Available for 2009-10 Budget			5,746,449.01
Less: 2009-10 Budgeted Preschool Education Aid Funds (Including Prior Year Budget Carryover)			<u>4,912,524.00</u>
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2010			833,925.01
Add: 2009-10 Unexpended Preschool Education Aid Funds			<u>292,378.65</u>
2009-10 Preschool Education Aid Funds Carryover			<u>\$ 1,126,303.66</u>
2009-10 Preschool Education Aid Funds Carryover Budgeted in 2010-2011 Budgeted for Preschool Programs 2010-2011			<u>\$ 150,000.00</u>

F. CAPITAL PROJECTS FUND

HARRISON TOWN SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

F-1

<u>Project Title/Issue</u>	<u>Approval Date</u>	<u>Revised Budgetary Appropriations</u>	<u>Expenditures to Date</u>		<u>Unexpended Appropriation June 30, 2010</u>
			<u>Prior Years</u>	<u>Current Year</u>	
Construction of New High School	October 11, 2004	\$ 9,960,674.71	\$ 9,781,145.82	\$ -	\$ 179,528.89
Purchase of School Vehicles	October 11, 2004	250,000.00	<u>197,068.44</u>	<u> </u>	<u>52,931.56</u>
			<u>\$ 9,978,214.26</u>	<u>\$ -</u>	<u>\$ 232,460.45</u>

HARRISON TOWN SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2010

F-2

Expenditures and Other Financing

Sources:

Construction Services
Equipment Purchases

\$

Excess (Deficiency) of Revenues Over/(Under)
Expenditures

Fund Balance - Beginning

232,460.45

Fund Balance - Ending

\$ 232,460.45

HARRISON TOWN SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
 BUDGETARY BASIS
 PURCHASE OF SCHOOL VEHICLES
 FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2010

F-2b

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Bond Proceeds and Transfers	\$ 250,000.00	\$	\$250,000.00	\$
Total Revenues	<u>250,000.00</u>		<u>250,000.00</u>	
Expenditures and Other Financing Uses:				
Equipment Purchases	197,068.44		197,068.44	
Total Expenditures	<u>197,068.44</u>	_____	<u>197,068.44</u>	_____
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ 52,931.56</u>	<u>\$ -</u>	<u>\$ 52,931.56</u>	<u>\$ -</u>
Additional Project Information:				
Project Number		* Ord. #1095		
Grant Date				
Bond Authorization Date		10/11/2004		
Bonds Authorized		\$250,000.00		
Bonds Issued				
Original Authorized Cost		\$250,000.00		
Additional Authorized Cost				
Revised Authorized Cost		\$250,000.00		
Percentage Increase over Original Authorized Cost				
Percentage Completion				
Original Target Completion Date				
Revised Target Completion Date				

*Type 1 School Debt is reflected on the Town's records.

G. PROPRIETARY FUNDS

ENTERPRISE FUND

HARRISON TOWN SCHOOL DISTRICT
 COMBINING SCHEDULE OF NET ASSETS
 PROPRIETARY FUNDS
 JUNE 30, 2010

G-1

Business-Type
 Activities
 Enterprise
Funds
 Food
Service

ASSETS

Current Assets:

Cash		\$ 23,018.74
Accounts Receivable:		
State Sources		2,798.32
Federal Sources		66,504.64
Other Sources		71,467.07
		163,788.77

Total Assets

163,788.77

LIABILITIES

Current Liabilities:

Interfunds Payable		30,338.33
Accounts Payable		133,450.44
		163,788.77

Total Current Liabilities

163,788.77

NET ASSETS

Total Net Assets

\$ -

HARRISON TOWN SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

G-2

	<u>Business-Type Activities Enterprise Funds Food Service</u>
Operating Revenues:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 256,274.55
Total Operating Revenue	<u>256,274.55</u>
Operating Expenses:	
Cost of Sales	693,190.65
Salaries	294,070.98
Total Operating Expenses	<u>987,261.63</u>
Operating Loss	<u>(730,987.08)</u>
Nonoperating Revenues:	
State Sources:	
State School Breakfast Program	3,354.80
State School Lunch Program	22,788.50
Federal Sources:	
School Breakfast Program	54,297.52
National School Lunch Program	562,528.55
After School Snacks	16,484.98
Other Sources	71,467.07
Interest Revenue	65.66
Total Nonoperating Revenues	<u>730,987.08</u>
Net Income before Operating Transfers	<u>-</u>
Change in Net Assets	-
Total Net Assets - Beginning	<u>-</u>
Total Net Assets - Ending	<u>\$ -</u>

HARRISON TOWN SCHOOL DISTRICT
 COMBINING SCHEDULE OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

G-3

Business-Type
 Activities
 Enterprise
Funds
 Food
 Service

<u>Cash Flows from Operating Activities</u>	
Receipts from Customers	\$ 256,274.55
Payments of Interfunds	(232,000.00)
Payments to Employees	(294,070.98)
Payments to Suppliers	<u>(476,552.60)</u>
Net Cash Used by Operating Activities	<u>(746,349.03)</u>
<u>Cash Flows from Noncapital Financing Activities</u>	
State Sources	24,900.48
Federal Sources	601,972.86
Other	<u>104,048.08</u>
Net Cash Provided by Noncapital Financing Activities	<u>730,921.42</u>
<u>Cash Flows from Investing Activities</u>	
Interest	<u>65.66</u>
Net Decrease in Cash and Cash Equivalents	(15,361.95)
Balances - Beginning of Year	<u>38,380.69</u>
Balances - End of Year	<u>\$ 23,018.74</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Loss	<u>\$ (730,987.08)</u>
Adjustments to Reconcile Operating Loss to Cash Provided (Used) by Operating Activities:	
Change in Assets and Liabilities:	
(Increase)/Decrease in Accounts Receivable	(65,581.38)
Increase/(Decrease) in Accounts Payable	56,252.47
Increase/(Decrease) in Interfund Payable	<u>(6,033.04)</u>
Total Adjustments	<u>(15,361.95)</u>
Net Cash Used by Operating Activities	<u>\$ (746,349.03)</u>

INTERNAL SERVICE FUND

H. FIDUCIARY FUNDS

HARRISON TOWN SCHOOL DISTRICT
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2010

H-1

<u>ASSETS</u>	<u>Unemployment Compensation Trust</u>	<u>Agency Funds</u>
Cash and Cash Equivalents	<u>\$ 85,643.74</u>	<u>\$ 94,850.95</u>
Total Assets	<u>\$ 85,643.74</u>	<u>\$ 94,850.95</u>
 <u>LIABILITIES</u>		
Payable to Student Groups		\$ 75,962.60
Payroll Deductions and Withholdings		<u>18,888.35</u>
Total Liabilities		<u>\$ 94,850.95</u>
 <u>NET ASSETS</u>		
Held in Trust for Unemployment Claims and Other Purposes	<u>\$ 85,643.74</u>	

HARRISON TOWN SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

H-2

Unemployment
 Compensation
 Trust

Additions

Contributions:

Employee Deductions	\$ 51,378.81
Board Contribution	50,000.00
Total Contributions	<u>101,378.81</u>

Investment Earnings:

Interest	<u>60.30</u>
----------	--------------

Total Additions	<u>101,439.11</u>
-----------------	-------------------

Deductions

Quarterly Contribution Reports	80,457.48
Unemployment Claims	<u>4,935.88</u>

Total Deductions	<u>85,393.36</u>
------------------	------------------

Change in Net Assets	16,045.75
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Total Net Assets - Beginning	<u>69,597.99</u>
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Total Net Assets - Ending	<u><u>\$ 85,643.74</u></u>
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HARRISON TOWN SCHOOL DISTRICT
 STUDENT ACTIVITY AGENCY FUND
 SCHEDULE OF RECEIPTS AND DISBURSEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

H-3

	<u>Balance</u> <u>July 1, 2009</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2010</u>
Elementary Schools:				
Lincoln School Annex	\$ 3,343.43	\$ 4,299.57	\$ 1,768.60	\$ 5,874.40
Lincoln School:				
Student Activity Fund	9,056.15	10,706.68	13,152.71	6,610.12
Washington School	<u>8,975.49</u>	<u>12,480.73</u>	<u>14,272.78</u>	<u>7,183.44</u>
Total Elementary Schools	21,375.07	27,486.98	29,194.09	19,667.96
Senior High Schools:				
Harrison High School:				
General Funds	<u>43,434.18</u>	<u>124,399.85</u>	<u>111,539.39</u>	<u>56,294.64</u>
Total All Schools	<u>\$ 64,809.25</u>	<u>\$151,886.83</u>	<u>\$140,733.48</u>	<u>\$ 75,962.60</u>

HARRISON TOWN SCHOOL DISTRICT
 PAYROLL AGENCY FUND
 PAYROLL AGENCY FUND SCHEDULE OF RECEIPTS AND DISBURSEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

H-4

<u>ASSETS</u>	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2010</u>
Cash and Cash Equivalents	\$ 4,733.31	\$21,702,735.30	\$ 21,688,580.26	\$ 18,888.35
Total Assets	<u>\$ 4,733.31</u>	<u>\$21,702,735.30</u>	<u>\$ 21,688,580.26</u>	<u>\$ 18,888.35</u>
 <u>LIABILITIES</u>				
Payroll Deductions and Withholdings	\$ 4,733.31	\$21,702,735.30	\$ 21,688,580.26	\$ 18,888.35
Total Liabilities	<u>\$ 4,733.31</u>	<u>\$21,702,735.30</u>	<u>\$ 21,688,580.26</u>	<u>\$ 18,888.35</u>

I. LONG-TERM DEBT

STATISTICAL SECTION (UNAUDITED)

INTRODUCTION TO THE STATISTICAL SECTION

FINANCIAL TRENDS

HARRISON TOWN SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST EIGHT FISCAL YEARS
(Accrual Basis of Accounting)
Unaudited

J-1

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities:								
Invested in Capital Assets, Net of Related Debt Restricted Unrestricted	\$ 17,929,766 3,007,401 (5,550,499)	\$ 8,154,040 12,669,901 (4,550,679)	\$ 18,053,163 3,839,979 (4,708,828)	\$ 18,087,358 2,875,303 (4,970,511)	\$ 12,815,384 3,021,670 (337,563)	\$ 12,511,624 3,550,979 (269,844)	\$ 12,911,572 3,817,980 (1,643,365)	\$ 13,167,384 1,567,530 (1,850,673)
Total Governmental Activities Net Assets	\$ 15,386,668	\$ 16,273,262	\$ 17,184,314	\$ 15,992,150	\$ 15,499,491	\$ 15,792,759	\$ 15,086,186	\$ 12,884,242
Business-Type Activities:								
Unrestricted	\$ (5,682)	\$ (5,682)	\$ (9,513)	\$ (8,328)	\$ (8,495)	\$ -	\$ -	\$ -
Total Business-Type Activities Net Assets	\$ (5,682)	\$ (5,682)	\$ (9,513)	\$ (8,328)	\$ (8,495)	\$ -	\$ -	\$ -
District-Wide:								
Invested in Capital Assets, Net of Related Debt Restricted Unrestricted	\$ 17,929,766 3,007,401 (5,556,181)	\$ 8,154,040 12,669,901 (4,556,360)	\$ 18,053,163 3,839,979 (4,718,341)	\$ 18,087,358 2,875,303 (4,978,839)	\$ 12,815,384 3,021,670 (346,148)	\$ 12,511,624 3,550,979 (269,844)	\$ 12,911,572 3,817,980 (1,643,365)	\$ 13,167,384 1,567,530 (1,850,673)
Total District Net Assets	\$ 15,380,986	\$ 16,267,580	\$ 17,174,801	\$ 15,983,822	\$ 15,490,906	\$ 15,792,759	\$ 15,086,186	\$ 12,884,242

Source: CAFR Schedule A-1

**HARRISON TOWN SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST EIGHT FISCAL YEARS
(Accrual Basis of Accounting)
Unaudited**

J-2

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Governmental Activities:								
Instruction:								
Regular	\$ 12,904,336	\$ 11,801,228	\$ 14,323,141	\$ 13,969,831	\$ 15,313,710	\$ 16,617,474	\$ 13,717,824	\$ 14,691,803
Special Education	2,406,371	1,226,304	1,171,525	1,409,957	1,319,579	1,499,707	1,002,345	1,496,521
Other Special Education	207,731	912,604	903,912	1,529,296	1,703,284	1,475,096	4,758,181	5,107,447
Other Instruction	493,468	670,579	821,034	954,932	624,629	684,678	710,824	794,286
Support Services:								
Tuition	1,872,217	1,779,582	1,913,098	2,142,271	2,515,877	2,676,614	3,065,843	3,081,091
Student and Instruction Related Services	3,393,476	3,864,460	4,671,666	5,346,016	5,564,761	6,227,258	5,666,300	6,025,394
School Administrative Services	1,080,605	866,171	1,353,722	1,479,136	1,506,853	1,081,522	1,307,821	1,563,140
General Administration Services	823,844	864,593	825,556	878,121	1,035,324	1,543,251	1,360,014	1,559,024
Other Administrative Services	610,832	708,718	893,578	572,387	494,820	595,322	3,135,419	210,225
Plant Operations and Maintenance	2,842,841	2,435,503	2,835,067	3,236,681	2,976,542	2,625,054	1,253,735	3,548,606
Pupil Transportation	810,746	586,968	747,401	927,505	800,326	815,101	369,009	1,029,150
Business and Other Support Services	610,832	586,968	747,401	927,505	800,326	815,101	369,009	1,029,150
Unallocated Depreciation	27,446,266	202,638	220,743	144,457	138,859	136,841	161,919	194,718
	<u>27,446,266</u>	<u>25,919,350</u>	<u>30,680,443</u>	<u>32,590,590</u>	<u>33,994,565</u>	<u>35,977,917</u>	<u>36,509,235</u>	<u>39,281,405</u>
Business-Type Activities:								
Food Service	318,774	331,588	384,430	483,417	435,163	821,286	825,140	987,262
Total District Expenses	<u>\$ 27,765,040</u>	<u>\$ 26,250,937</u>	<u>\$ 31,064,872</u>	<u>\$ 33,074,007</u>	<u>\$ 34,429,728</u>	<u>\$ 36,799,203</u>	<u>\$ 37,334,375</u>	<u>\$ 40,268,667</u>
Program Revenues								
Governmental Activities:								
Operating Grants and Contributions	\$ 4,661,820	\$ 5,433,294	\$ 6,237,626	\$ 6,505,069	\$ 8,113,608	\$ 8,813,990	\$ 7,840,322	\$ 8,256,261
Business-Type Activities:								
Operating Grants and Contributions	206,571	239,697	240,365	260,354	279,213	273,579	228,381	258,275
Charge for Food Services	39,445	40,407	78,983	61,873	53,566	468,641	559,549	659,454
Total District Program Revenues	<u>\$ 4,907,837</u>	<u>\$ 5,473,702</u>	<u>\$ 6,316,609</u>	<u>\$ 6,566,942</u>	<u>\$ 8,167,174</u>	<u>\$ 9,282,632</u>	<u>\$ 8,399,872</u>	<u>\$ 8,915,715</u>
Net (Expense)/Revenue								
Governmental Activities	\$(22,784,446)	\$(20,486,055)	\$(24,442,816)	\$(26,085,521)	\$(25,880,957)	\$(27,163,927)	\$(28,668,913)	\$(31,025,144)
Business-Type Activities	(72,757)	(51,483)	(65,082)	(161,190)	(102,384)	(79,065)	(37,210)	(71,533)
Total District-Wide Net Expense	<u>\$(22,857,203)</u>	<u>\$(20,537,538)</u>	<u>\$(24,507,898)</u>	<u>\$(26,246,711)</u>	<u>\$(25,983,341)</u>	<u>\$(27,242,992)</u>	<u>\$(28,706,123)</u>	<u>\$(31,096,677)</u>
General Revenue and Other Changes in Net Assets								
Governmental Activities:								
General Purpose Property Taxes	\$ 7,284,341	\$ 7,284,341	\$ 7,284,341	\$ 7,884,341	\$ 7,884,341	\$ 8,204,341	\$ 8,504,341	\$ 8,504,341
Unrestricted Grants and Contributions	12,584,637	14,877,361	15,137,668	15,440,873	16,251,688	17,595,733	18,070,693	18,858,592
Tuition	1,059,096	1,223,135	1,026,320	1,182,824	1,011,291	1,207,308	1,062,820	1,327,218
Transportation	16,130	-	-	-	-	-	-	-
Miscellaneous	182,241	7,785,899	1,966,790	547,694	343,105	449,903	324,486	133,049
Transfers	(66,880)	(51,483)	(61,250)	(162,375)	(102,217)	-	-	-
	<u>21,059,565</u>	<u>31,119,253</u>	<u>25,353,869</u>	<u>24,893,356</u>	<u>25,388,207</u>	<u>27,457,285</u>	<u>27,962,339</u>	<u>28,823,200</u>
Business-Type Activities:								
Miscellaneous	195	-	-	-	-	-	-	-
Transfers	66,880	51,483	61,250	162,375	102,217	-	-	-
	<u>67,075</u>	<u>51,483</u>	<u>61,250</u>	<u>162,375</u>	<u>102,217</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total District-Wide	<u>\$ 21,126,641</u>	<u>\$ 31,170,736</u>	<u>\$ 25,415,119</u>	<u>\$ 25,055,731</u>	<u>\$ 25,490,425</u>	<u>\$ 27,457,285</u>	<u>\$ 27,962,339</u>	<u>\$ 28,823,200</u>
Change in Net Assets								
Governmental Activities	\$ (1,724,881)	\$ 10,633,198	\$ 911,052	\$ (1,192,164)	\$ (492,749)	\$ 293,359	\$ (706,573)	\$ (2,201,944)
Business-Type Activities	(5,682)	-	(3,832)	1,185	(167)	(79,065)	(37,210)	(71,533)
Total District	<u>\$(1,730,562)</u>	<u>\$ 10,633,198</u>	<u>\$ 907,221</u>	<u>\$(1,190,980)</u>	<u>\$(492,916)</u>	<u>\$ 214,293</u>	<u>\$(743,784)</u>	<u>\$(2,273,477)</u>

Source: CAFR Schedule A-2

HARRISON TOWN SCHOOL DISTRICT
 FUND BALANCES - GOVERNMENTAL FUNDS
 LAST EIGHT FISCAL YEARS
 (Modified Accrual Basis of Accounting)
Unaudited

J-3

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
General Fund:								
Reserved	\$ 1,911,444.67	\$ 4,148,692.20	\$ 3,533,330.35	\$ 2,572,687.76	\$ 2,719,054.90	\$ 3,248,364.11	\$ 3,585,519.12	\$ 1,335,069.40
Unreserved	(122,740.41)	(318,035.06)	(212,630.47)	(130,743.85)	(311,634.03)	(224,645.87)	(1,213,448.23)	(268,955.69)
	<u>\$ 1,788,704.26</u>	<u>\$ 3,830,657.14</u>	<u>\$ 3,320,699.88</u>	<u>\$ 2,441,943.91</u>	<u>\$ 2,407,420.87</u>	<u>\$ 3,023,718.24</u>	<u>\$ 2,372,070.89</u>	<u>\$ 1,066,113.71</u>
All Other Governmental Funds:								
Reserved	\$ 13,391.87	\$	\$	\$	\$	\$	\$	\$
Unreserved:								
Special Revenue Fund	(28,369.50)	(8,771.20)	(24,650.75)	(28,229.55)	(26,019.00)	(45,198.00)	(429,917.00)	(1,581,717.00)
Capital Projects Fund	1,543,511.61	8,535,346.38	302,615.08	302,615.08	302,615.08	302,615.08	232,460.45	232,460.45
	<u>\$ 1,528,533.98</u>	<u>\$ 8,526,575.18</u>	<u>\$ 277,964.33</u>	<u>\$ 274,385.53</u>	<u>\$ 276,596.08</u>	<u>\$ 257,417.08</u>	<u>\$ (197,456.55)</u>	<u>\$ (1,349,256.55)</u>
Total Fund Balances	<u>\$ 3,317,238.24</u>	<u>\$ 12,357,232.32</u>	<u>\$ 3,598,664.21</u>	<u>\$ 2,716,329.44</u>	<u>\$ 2,684,016.95</u>	<u>\$ 3,281,135.32</u>	<u>\$ 2,174,614.34</u>	<u>\$ (283,142.84)</u>

Source: CAFR Schedule B-1

**HARRISON TOWN SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST EIGHT FISCAL YEARS
(Modified Accrual Basis of Accounting)
Unaudited**

J-4

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues								
Local Tax Levy	\$ 7,284,341	\$ 7,284,341	\$ 7,284,341	\$ 7,884,341	\$ 7,884,341	\$ 8,204,341	\$ 8,504,341	\$ 8,504,341
Tuition	1,059,096	1,223,135	1,026,320	1,182,824	1,011,291	1,207,308	1,062,819	1,327,218
Transportation	18,130	13,824	4,838	73,230	69,141	63,552	60,964	65,895
Miscellaneous	182,241	772,074	211,952	474,465	273,964	386,352	263,522	77,462
State Aid	16,519,852	18,914,644	20,480,915	20,723,451	23,022,496	24,559,804	24,550,083	21,521,923
Federal Sources	726,604	1,417,325	1,361,216	1,222,490	1,342,800	1,849,926	1,695,772	5,582,621
Other Sources	7,000,000	7,000,000	1,750,000	-	-	-	-	-
	<u>25,788,265</u>	<u>36,625,343</u>	<u>32,119,582</u>	<u>31,560,800</u>	<u>33,604,033</u>	<u>36,271,283</u>	<u>36,137,501</u>	<u>37,079,461</u>
Expenditures								
Instruction:								
Regular	9,542,093	10,236,290	11,396,023	10,902,744	11,909,504	12,846,558	10,256,788	10,892,974
Special	1,729,257	850,378	772,576	1,002,483	927,173	1,045,616	734,933	1,070,785
Other Special Instruction	185,258	901,737	848,827	1,067,429	1,203,014	1,029,140	4,468,116	4,495,180
Other Instruction	395,886	590,951	687,857	718,229	463,964	524,487	587,975	642,441
Support Services and Other Undistributed Costs:								
Tuition	1,872,217	1,858,983	1,997,913	2,142,271	2,515,877	2,676,614	3,065,843	3,061,091
Student and Instruction Related Services	2,831,216	3,214,953	3,458,077	3,991,530	4,133,977	4,907,070	4,390,885	4,500,795
School Administration Services	802,634	718,828	1,007,935	1,068,737	1,069,653	1,085,119	1,118,841	1,129,792
General Administration Services	693,314	763,500	675,785	694,987	830,491	867,689	953,070	1,356,511
Plant Operations and Maintenance	2,692,303	2,350,966	2,617,655	2,931,554	2,721,829	2,489,857	3,029,769	3,188,476
Pupil Transportation	810,746	586,968	747,401	927,505	800,326	815,101	940,275	1,029,150
Business and Other Support Services	498,034	547,761	402,542	416,543	354,268	439,897	369,009	22,881
Employee Benefits	4,309,325	4,648,940	5,734,188	6,218,096	6,529,421	6,786,899	6,993,678	7,595,328
Capital Outlay	272,190	250,200	10,470,122	178,652	74,831	160,115	334,840	551,816
	<u>26,634,472</u>	<u>27,520,474</u>	<u>40,816,900</u>	<u>32,280,760</u>	<u>33,534,128</u>	<u>35,674,164</u>	<u>37,244,023</u>	<u>39,537,218</u>
Excess (Deficiency) of Revenue Over/(Under) Expenditures	<u>(846,207)</u>	<u>9,104,869</u>	<u>(8,697,318)</u>	<u>(719,960)</u>	<u>69,906</u>	<u>597,118</u>	<u>(1,106,521)</u>	<u>(2,457,757)</u>
Other Financing Sources/(Uses)								
Transfers (Out)	<u>(66,880)</u>	<u>(51,483)</u>	<u>(61,250)</u>	<u>(162,375)</u>	<u>(102,217)</u>	<u>(102,217)</u>	<u>(102,217)</u>	<u>(102,217)</u>
	<u>(66,880)</u>	<u>(51,483)</u>	<u>(61,250)</u>	<u>(162,375)</u>	<u>(102,217)</u>	<u>(102,217)</u>	<u>(102,217)</u>	<u>(102,217)</u>
Net Change in Fund Balances	<u>\$ (913,088)</u>	<u>\$ 9,053,386</u>	<u>\$ (8,758,568)</u>	<u>\$ (882,335)</u>	<u>\$ (32,312)</u>	<u>\$ 597,118</u>	<u>\$ (1,106,521)</u>	<u>\$ (2,457,757)</u>

Source: School District's Financial Statements

HARRISON TOWN SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

J-5

	<u>2009</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General Fund:										
Rentals	\$ 6,193	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 151,000
Prior Year Budget Refunds		4,914		13,235	29,193		500,000			
Prior Year Voided Checks			41,095							14,277
High School Athletics		100	7,142	8,515	3,174	2,709	2,262	5,189	4,892	5,765
Pool Receipts	8,023	5,874	5,290	6,051	7,102	6,093	6,590	4,988	5,066	5,324
Insurance Rebates			2,492				17,712			5,002
Other Refunds	35,391	68,004	75,042	6,634	224,885	9,020	50,859	5,223	30,256	42,638
Indirect Costs								10,000	13,000	7,569
Other Fees									4,275	5,865
Restricted Miscellaneous									45,000	
Miscellaneous Other	16,018	24,754	53,624	39,981	13,298	28,332	280	1,061	4,102	3,650
Total Miscellaneous	65,625	253,646	184,686	224,416	427,653	196,154	727,702	176,460	256,590	241,091
Tuition	1,327,218	1,062,819	1,207,308	1,011,291	1,182,824	1,026,320	1,223,135	1,059,096	929,611	987,610
Interest on Investments	1,529	9,876	51,666	49,548	46,812	15,798	44,372	5,781	6,425	60,335
Transportation Fees	65,895	60,964	63,552	69,141	73,230	4,838	13,824	16,130	11,005	13,442
Total Other Local Revenue	\$ 1,460,267	\$ 1,387,305	\$ 1,507,211	\$ 1,354,396	\$ 1,730,518	\$ 1,243,110	\$ 2,009,034	\$ 1,257,468	\$ 1,203,632	\$ 1,302,478

Source: District Records

REVENUE CAPACITY

**HARRISON TOWN SCHOOL DISTRICT
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
*Unaudited***

J-6

<u>Year</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	<u>Total Assessed Value</u>	<u>Public Utilities</u>	<u>Net Valuation Taxable</u>	<u>Estimated Actual (County Equalized) Value</u>	<u>Total Direct School Tax Rate</u>
2001	\$ 5,779,890	\$ 258,600,575	\$ 65,691,770	\$ 126,573,030	\$ 17,592,200	\$ 474,237,465	\$ 744,806	\$ 474,982,271	\$ 562,225,803	\$ 1.708
2002	6,804,590	259,856,145	63,798,760	125,514,080	17,593,100	473,566,675	755,175	474,321,850	572,921,669	1.691
2003	7,015,390	260,701,085	63,929,410	124,653,180	17,617,100	473,916,165	755,175	474,671,340	727,800,276	1.652
2004	6,028,790	265,101,585	63,858,360	126,250,160	17,626,200	478,865,095	755,175	479,620,270	771,465,771	1.671
2005	6,005,990	266,541,465	63,896,480	125,767,530	17,632,800	479,844,265	755,175	480,599,440	779,985,276	1.684
2006	8,952,490	267,122,115	63,759,930	123,406,030	17,638,200	480,878,765	434,795	481,313,560	761,582,688	1.755
2007	16,068,690	269,926,765	61,596,530	107,866,430	17,494,850	472,953,265	385,314	473,338,579	742,980,712	1.810
2008	16,271,564	273,334,707	62,374,213	109,228,290	17,715,730	478,924,504	390,179	479,314,683	751,385,200	1.800
2009	16,471,447	273,408,831	62,348,665	109,530,854	17,952,085	479,711,882	391,558	480,103,440	928,980,176	1.910
2010	20,263,735	278,221,449	85,053,830	103,622,730	17,360,500	504,522,244	404,263	504,926,507	1,183,890,221	1.958

Source: Municipal Tax Assessor

**HARRISON TOWN SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
*Unaudited***

J-7

<u>Year</u>	<u>Harrison School District Direct Rate</u>			<u>Overlapping Rates</u>		<u>Total Direct and Overlapping Tax Rate</u>
	<u>Basic Rate</u>	<u>General Obligation Debt Service</u>	<u>Total Direct School Tax Rate</u>	<u>Town of Harrison</u>	<u>Hudson County</u>	
2001	\$1.534	\$ 0.174	\$ 1.708	\$ 1.130	\$0.951	\$ 3.789
2002	1.691	0.152	1.843	1.347	0.951	4.141
2003	1.535	0.117	1.652	1.435	1.056	4.143
2004	1.519	0.152	1.671	1.554	1.028	4.253
2005	1.579	0.105	1.684	1.678	1.062	4.424
2006	1.638	0.117	1.755	1.831	1.040	4.626
2007	1.691	0.119	1.810	2.120	1.090	5.020
2008	1.743	0.057	1.800	2.488	1.108	5.396
2009	1.772	0.138	1.910	2.590	1.164	5.664
2010	1.757	0.201	1.958	2.760	1.113	5.831

Source: Municipal Tax Collector

**HARRISON TOWN SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED**

J-8

Taxpayer	2010			2001		
	Assessed Valuation	Rank	% of Total District's Net Assessed Value	Assessed Valuation	Rank	% of Total District's Net Assessed Value
Taxpayer # 1	\$ 22,984,567	1	4.55%			
Taxpayer # 1	13,855,650	2	2.89%	\$ 18,026,250	1	3.14%
Taxpayer # 2	10,678,000	3	2.22%	10,756,942	2	1.87%
Taxpayer # 3	7,884,500	4	1.64%	7,884,500	4	1.37%
Taxpayer # 4	6,148,500	5	1.28%			
Taxpayer # 5	6,121,500	6	1.28%	8,359,600	3	1.46%
Taxpayer # 6	5,001,542	7	1.04%			
Taxpayer # 7				7,500,000	5	1.31%
Taxpayer # 8				6,200,000	6	1.08%
Taxpayer # 9	4,896,800	8	1.02%	6,160,000	7	1.07%
Taxpayer # 10	4,275,000	9	0.89%	4,805,666	9	0.84%
Taxpayer # 11	4,138,800	10	0.86%	5,177,500	8	0.90%
Taxpayer # 12				4,360,000	10	0.76%
Total	<u>\$ 85,984,859</u>		<u>17.03%</u>	<u>\$ 79,230,458</u>		<u>13.81%</u>

Source: Town of Harrison, Net Valuation Taxable

**HARRISON TOWN SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

J-9

Calendar Year Ended <u>January 31.</u>	School Taxes Levied <u>Fiscal Year</u>	<u>Collected Within the Fiscal Year of the Levy</u>		Collections in Subsequent <u>Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2001	\$ 7,284,341.00	\$ 7,284,341.00	100.00%	
2002	7,284,341.00	7,284,341.00	100.00%	
2003	7,284,341.00	7,284,341.00	100.00%	
2004	7,284,341.00	7,284,341.00	100.00%	
2005	7,284,341.00	7,284,341.00	100.00%	
2006	7,884,341.00	7,884,341.00	100.00%	
2007	7,884,341.00	7,884,341.00	100.00%	
2008	8,204,341.00	8,204,341.00	100.00%	
2009	8,504,341.00	8,504,341.00	100.00%	
2010	8,504,341.00	8,504,341.00	100.00%	

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

Town of Harrison Municipal Tax Collector, Comparison of Tax Levies and Collections

Note: School taxes are collected by the Municipal Tax Collector. Under State Statute, a municipality is required to remit to the School District the property tax amount voted upon and certified prior to the end of the school fiscal year - June 30th.

DEBT CAPACITY

HARRISON TOWN SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
Unaudited

J-10

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	School Facilities Loans	Capital Leases			

Town of Harrison is a Type 1 School District and debt is paid by Town's Budget Appropriation

**HARRISON TOWN SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

J-11

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value (a) of Property</u>	<u>Per Capita (b)</u>
2001	\$ 8,913,000.00	\$	\$ 8,913,000.00	1.59%	\$ 617.89
2002	8,391,000.00		8,391,000.00	1.46%	580.25
2003	9,613,000.00		9,613,000.00	1.32%	670.69
2004	9,238,000.00		9,238,000.00	1.20%	647.87
2005	8,863,000.00		8,863,000.00	1.14%	626.67
2006	8,458,000.00		8,458,000.00	1.11%	601.56
2007	9,458,834.50		9,458,834.50	1.15%	678.44
2008	9,458,834.50		9,458,834.50	1.14%	668.37
2009	9,458,834.50		9,458,834.50	1.02%	622.25
2010	17,516,484.00		17,516,484.00	1.48%	1,151.57

Notes:

- (a) See Exhibit J-6 for property tax data
- (b) Population data can be found on Exhibit J-14

Source: Assessed valuations were provided from the Abstract of Ratables, Hudson County Board of Taxation. School District population data was provided by the U.S. Bureau of the Census, Population Division.

**HARRISON TOWN SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010
 UNAUDITED**

J-12

	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<u>Governmental Unit</u>			
Debt Repaid with Property Taxes:			
Net Overlapping Debt of School District:			
Town of Harrison	\$ 50,383,460.65	100%	\$ 50,383,460.65
County of Hudson	260,680,563.00	3.17%	<u>8,263,573.85</u>
Total Direct and Overlapping Bonded Debt as of December 31, 2009			<u><u>\$ 58,647,034.50</u></u>

DEMOGRAPHIC AND ECONOMIC INFORMATION

**HARRISON TOWN SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

J-14

<u>Year</u>	<u>(a) Population</u>	<u>(b) Personal Income</u>	<u>(c) Per Capita Personal Income</u>	<u>(d) Unemployment Rate</u>
2000	14,425	\$ 421,599,475	\$ 29,227 R	4.4%
2001	14,461	442,723,515	30,615 R	5.2%
2002	14,333	446,644,946	31,162 R	7.1%
2003	14,259	454,819,323	31,897 R	6.9%
2004	14,143	471,301,332	33,324 R	5.7%
2005	14,060	499,172,180	35,503 R	11.1%
2006	13,942	535,052,134	38,377 R	5.4%
2007	14,152	584,817,248	41,324 R	4.7%
2008	15,201	660,422,646	43,446	6.3%
2009	15,211	N/A	N/A	11.3%

(a) Population information provided by the NJ Department of Labor and Workplace Development.

(b) Personal income has been estimated based upon the municipal population and per capita personal income presented.

(c) Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

(d) Unemployment data provided by the NJ Department of Labor and Workforce Development.

R - Revised Amounts

N/A - Not Available at Time of Audit

HARRISON TOWN SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO
Unaudited

J-15

	2010			2001		
	<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Rank</u>
Harrison Baking	271	1	1.91%	500	1	3.85%
Eagle Industries				350	2	2.70%
Harrison Board of Education	244	2	1.72%	240	3	1.85%
Town of Harrison	218	3	1.54%	235	4	1.81%
Port Authority of NY/NJ	201	4	1.42%	151	9	1.16%
Public Services Gas/Electric	147	5	1.04%			
Vo-Toys	130	6	0.92%			
General Piping				225	5	1.73%
Century Cookie Co				200	6	1.54%
Campbell Foundry Co.				180	7	1.39%
Intrex Corp.				170	8	1.31%
Tri Chem				150	10-T	1.16%
Goodwill Industries	85	7	0.60%	150	10-T	1.16%
CS Osbourne and Co	80	8	0.56%			
Print Perfect	50	9	0.35%			
Continental Fasteners	41	10	0.29%			

Source: Local Chamber of Commerce

OPERATING INFORMATION

**HARRISON TOWN SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST SEVEN FISCAL YEARS
 Unaudited**

J-16

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Instruction:							
Regular	*	136	136	136	136	120	120
Special Education	*	5	5	5	5	5	5
Other Special Education	*	21	21	21	21	26	26
Support Services:							
Health Services	*	2	2	2	2	5	5
Admin Info. Technology Svc.	*	2	2	3	3	4	5
General Administration	*	11	9	9	9	9	10
Related Services	*	6	6	6	6	6	6
Guidance - Professional/Support	*					2	3
Child Study Team/Support	*						
Supervisors	*	10	10	10	10	7	8
Plant Operations and Maintenance	*	14	14	14	14	17	18
Pupil Transportation	*						
Central Services	*	14	14	14	14	14	14
Media Services Technology	*						
Principals/School Administration	*						
Bus and Other Support	*	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>8</u>
Total		<u><u>228</u></u>	<u><u>226</u></u>	<u><u>227</u></u>	<u><u>227</u></u>	<u><u>222</u></u>	<u><u>228</u></u>

Source: District Personnel Records

*Not Available

HARRISON TOWN SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS
 UNAUDITED

J-17

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment	Average Daily Attendance	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle	Senior High School				
2001	1,867	\$22,338,774	\$ 11,965	12.80%	163	15	15	19	1,887	1,768	0.21%	93.69%
2002	1,867	24,217,410	12,971	2.99%	170	15	15	13	1,851	1,721	-1.91%	92.98%
2003	1,934	26,634,472	13,772	3.62%	170	15	15	13	1,884	1,808	1.78%	95.98%
2004	1,934	27,520,474	14,230	3.44%	170	15	15	13	1,934	1,813	2.65%	93.72%
2005	1,934	40,816,900	21,105	11.28%	180	15	15	13	1,899	1,797	-1.81%	94.64%
2006	1,984	32,280,760	16,271	3.50%	184	15	15	13	1,838	1,743	-3.21%	94.83%
2007	1,971	33,534,128	17,014	4.50%	186	15	15	15	1,871	1,768	1.80%	94.49%
2008	1,818	35,052,164	19,280	4.89%	192	15	15	15	1,815	1,768	-2.99%	97.41%
2009	1,902	37,077,834	19,494	2.10%	192	15	15	15	*	*	*	*
2010	1,936	39,537,218	20,422	4.89%	194	16	16	16	1,916	1,823	5.20%	95.15%

Source: District Records

*Data was not provided by the School District

HARRISON TOWN SCHOOL DISTRICT
 SCHOOL BUILDING INFORMATION
 LAST TEN FISCAL YEARS
Unaudited

J-18

<u>Facility</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>Elementary</u>	*	*	*	*						
Lincoln Elementary:										
Square Feet					52,029	52,029	52,029	52,029	52,029	52,029
Functional Capacity					462	462	462	462	462	462
Enrollment					824	846	846	846	846	846
Lincoln Annex:										
Square Feet					23,758	23,758	23,758	23,758	23,758	23,758
Functional Capacity					274	274	274	274	274	274
Enrollment					378	375	375	375	375	375
Washington School:										
Square Feet					149,000	149,000	149,000	149,000	149,000	149,000
Functional Capacity					540	540	540	540	540	540
Enrollment					641	655	655	655	655	655
<u>High School</u>										
Square Feet							158,327	158,327	158,327	158,327
Functional Capacity							643	643	643	643
Enrollment							900	900	900	900

*Not Available

Source: District Maintenance Office

HARRISON TOWN SCHOOL DISTRICT
 GENERAL FUND
 SCHEDULE OF REQUIRED MAINTENANCE EXPENDITURES BY SCHOOL FACILITY
 LAST NINE FISCAL YEARS
Unaudited

J-19

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

<u>School Facilities</u>	<u>Project # (s)</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Harrison High School	N/A	\$24,852.56	\$ 25,933.75	\$25,974.60	\$ 18,021.60	\$ 73,102.10	\$ 11,504.32	\$21,787.56	\$ *	\$ *
Lincoln School No. 3	N/A	14,911.53	15,560.25	10,822.75	7,509.00	30,460.00	4,793.47	9,078.15	*	*
Lincoln School Annex	N/A	4,970.51	5,186.75							
Washington School No. 1	N/A	4,970.51	5,186.75	6,493.35	4,505.40	18,276.00	2,876.08	5,446.89	*	*
		<u>\$ 49,705.11</u>	<u>\$ 51,867.49</u>	<u>\$ 43,290.70</u>	<u>\$ 30,036.00</u>	<u>\$ 121,838.10</u>	<u>\$ 19,173.87</u>	<u>\$ 36,312.60</u>		

Source: School District Records

*The District did not utilize a separate line to track these expenditures.

**HARRISON TOWN SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2010
Unaudited**

J-20

	<u>Coverage</u>	<u>Deductible</u>
School Board Package Policy:		
Blanket Building and Contents:	\$ 65,027,851	\$ 5,000
All Risk		
Replacement Cost		
Property Off Premises	250,000	
Extra Expense (limited by location)	250,000	5,000
EDP Equipment	31,500	
Money and Securities:		
Inside - Schools	10,000	
Inside - Stadium	10,000	
Outside - Schools	10,000	
Outside - Stadium	10,000	
Flood/Quake	5,000,000	
Comprehensive General Liability:		
Each Occurrence	1,000,000	
Aggregate	2,000,000	
Including:		
Bodily Injury		
Property Damage		
Products Liability		
Personal Injury Liability		
Blanket Contractual		
Employees, Volunteers and Aides as Named Insured's		
Host Liquor Liability		
Incidental Malpractice		
Business Automobile:		
Combined Single Limit - Bodily Injury and Property Damage	5,500,000	
Uninsured Motorists - Personal Injury Protection	5,500,000	
Comprehensive		250
Collision		250
Boiler and Machinery Policy:		
Limit Per Accident	30,000,000	
Worker's Compensation Per Incident	1,000,000	
School Board Liability:		
Each Loss	2,000,000	
Aggregate	2,000,000	1,000
Excess Umbrella Liability:		
Limit of Liability	10,000,000	
Employee Benefits Liabilities:		
Each Loss	2,000,000	
Aggregate	3,000,000	2,500

Source: District Records

SINGLE AUDIT SECTION

550 BROAD STREET, 11TH FLOOR
NEWARK, N.J. 07102-4543
PHONE (973) 624-6100
FAX (973) 624-6101

36 WEST MAIN STREET, SUITE 301
FREEHOLD, N.J. 07728-2291
PHONE (732) 780-2600
FAX (732) 780-1030

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

The Honorable President and Members
of the Board of Education
Harrison Town School District
County of Hudson
Harrison, New Jersey 07029

We have audited the financial statements of the Board of Education of the Harrison Town School District in the County of Hudson, State of New Jersey, as of and for the fiscal year ended June 30, 2010, and have issued our report thereon dated November 25, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Harrison Town Board of Education'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 Harrison Town Board of Education's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Harrison Town Board of Education'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 significant deficiency, or combination of significant deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

We noted certain matters that we reported to the Board of Education of the Harrison Town School District in a separate report entitled, *Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 25, 2010.

This report is intended solely for the information and use of the audit committee, management, the Harrison Town Board of Education, the New Jersey State Department of Education and other federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


JOSEPH J. FACCONI
Licensed Public School Accountant #194


SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey
November 25, 2010

550 BROAD STREET, 11TH FLOOR
NEWARK, N.J. 07102-4543
PHONE (973) 624-6100
FAX (973) 624-6101

36 WEST MAIN STREET, SUITE 301
FREEHOLD, N.J. 07728-2291
PHONE (732) 780-2600
FAX (732) 780-1030

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

The Honorable President and Members
of the Board of Education
Harrison Town School District
County of Hudson
Harrison, New Jersey 07029

Compliance

We have audited the compliance of the Board of Education of the Harrison Town School District, in the County of Hudson, State of New Jersey, 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 fiscal year ended June 30, 2010. The Harrison Town Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Harrison Town Board of Education's management. Our responsibility is to express an opinion on the Harrison Town Board of Education'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 OMB's Circular 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 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Harrison Town Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Harrison Town Board of Education's compliance with those requirements.

In our opinion, the Board of Education of the Harrison Town School District, in the County of Hudson, 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 fiscal year ended June 30, 2010.

Internal Control Over Compliance

The management of the Board of Education of the Harrison Town School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Harrison Town Board of Education'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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Harrison Town Board of Education's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state or federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state or federal program 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 was not designed to identify all deficiencies in internal control over compliance that might be 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 the audit committee, management, the Harrison Town Board of Education, the New Jersey State Department of Education, and other federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


JOSEPH J. FACCONI
Licensed Public School Accountant #194


SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey
November 25, 2010

HARRISON TOWN SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Federal CFDA Number	Program Title	Award Amount	Grant Period		Balance at June 30, 2009 (Accounts Receivable)	Due to Grantor at	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balance	(Accounts Receivable)	Balance at June 30, 2010 Deferred Revenue	Due to Grantor at
			From	To										
84.397	ARRA Government Service Fund	\$ 123,166.00	9/01/09	8/30/10	\$	\$	\$	\$ (123,166.00)	\$	\$	\$	\$	\$	\$
84.394	ARRA Education Stabilization Act	3,181,631.00	9/01/09	8/30/10	\$	\$	2,826,117.00	(3,181,631.00)				(367,200.00)		
	Total General Funds						2,937,597.00	(3,304,797.00)				(367,200.00)		
	US Department of Education Passed Through State Department of Education:													
	Special Revenue Funds:													
84.040A	Title I, Part A - Carryover	923,910.44	9/01/08	8/30/09	(193,407.44)									
84.040A	Title I, Part A - Carryover	923,910.44	9/01/08	8/30/10			193,407.44	(92,265.40)				66,241.16		
84.040A	Title I, Part A - ARRA	360,555.13	9/01/08	8/30/10			384,570.00	(924,129.90)				(529,559.90)		
84.040A	Title I, School Improvements	16,417.63	9/01/08	8/30/09	(16,417.63)		360,898.00	(380,555.13)				(19,657.13)		
84.040A	Title I, School Improvements	665.36	9/01/08	8/31/04		665.36	14,240.00					(2,177.83)		
84.040A	Title I, School Improvements	51,043.31	9/01/09	8/30/10				(51,043.31)				(51,043.31)		665.38
84.027	I.D.E.A. Part B - Basic Preschool	6,010.00	9/01/02	8/31/03		354.00								354.00
84.027	I.D.E.A. Part B - Basic Preschool	11,322.00	9/01/08	8/30/10	(11,322.00)		11,322.00							
84.027	I.D.E.A. Part B - Basic Preschool - ARRA	11,025.00	9/01/08	8/30/10				(11,025.00)						
84.027	I.D.E.A. Part B Basic Regular Program	390,955.61	9/01/08	8/30/08	(390,955.61)		390,955.61							
84.027	I.D.E.A. Part B Basic Regular Program	432,661.00	9/01/08	8/30/10			432,661.00	(50,680.36)				(1,508.97)		31,290.76
84.391	I.D.E.A. Part B Basic - ARRA	187,566.30	9/01/08	8/30/10			432,661.00	(401,370.24)				(187,556.30)		
84.162	Emergency Immigration Carryover	45,959.00	9/01/01	8/31/02		1,028.96								1,028.96
84.365	Title III Immigrant	30,730.68	9/01/02	8/31/03		21,635.75								21,635.75
84.365	Title III Immigrant	81,225.08	9/01/08	8/30/09	(84,157.08)		84,157.08	(2,377.63)						
84.365	Title III Immigrant	75,228.49	9/01/09	8/30/10			36,928.00	(75,228.49)					7,025.29	
84.186	Title IV Safe and Drug Free Schools Carryover	5,920.10	9/01/08	8/31/09	(5,920.10)									
84.186	Title IV Safe and Drug Free Schools	4,905.00	9/01/09	8/30/10			4,905.90	(4,253.89)				652.51		
84.186	Title IV Safe and Drug Free Schools	13,777.36	9/01/09	8/30/05				(13,777.36)						
84.186	Title IV Safe and Drug Free Schools	2,441.00	9/01/01	8/31/01		35.25								35.25
84.186	Title IV Safe and Drug Free Schools	7,632.15	9/01/05	8/31/01		235.71								235.71
84.298	Title V Innovative Carryover	4,532.09	9/01/08	8/31/02		1,180.88								
84.168	Title II Part A Teacher and Principal Training	85,363.29	9/01/05	8/31/09	(85,363.29)		85,363.29	(12,645.99)				(70,626.00)		3,262.72
84.168	Title II Part A Teacher and Principal Training	12,615.99	9/01/09	8/30/10			15,898.71	(101,222.00)						
84.168	Title II Part A Teacher and Principal Training	101,222.00	9/01/08	8/31/09			30,596.00	(404.00)						
84.168	Title II Part D Technology	8,141.00	9/01/08	8/31/09	(8,141.00)		404.00							
84.168	Title II Part D Technology	9,785.00	9/01/09	8/30/10			8,141.00	(6,760.42)				(6,760.42)		
84.168	Title II Part D Technology	8,760.42	9/01/09	8/31/04		9,381.00		(9,381.00)						
84.168	Title II Part D Technology	9,381.00	9/01/02	9/01/03		7.34								7.34
84.168	Title II Part D Technology	10,599.00	9/01/02	9/01/03										
84.168	Title II Part D Technology	9,244.01	9/01/00	9/01/01										
	Total Special Revenue Funds				(745,684.35)	37,737.06	2,179,449.00	(2,377,823.92)				(943,171.71)	108,498.44	28,356.05

HARRISON TOWN SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Federal CFDA Number	Award Amount	Grant Period From To	Balance at June 30, 2009		Caryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balance	Balance at June 30, 2010	
			(Accounts Receivable)	Due to Grantor/at						(Accounts Receivable)	Due to Grantor/at
	\$		\$ (2,977.24)	\$	\$	\$	\$	\$	\$	\$	\$
10.553	46,705.38	7/01/08 6/30/09		2,977.24							
10.553	54,297.52	7/01/09 6/30/10		48,280.44							
10.555	474,191.14	7/01/08 6/30/09	(31,653.87)	31,653.87		(54,297.52)				(6,037.06)	
10.555	552,528.55	7/01/08 6/30/10		502,242.29		(562,528.55)				(60,286.26)	
10.558	15,105.96	7/01/08 6/30/09	(535.34)	535.34							
10.558	16,484.88	7/01/09 6/30/10		16,303.68		(16,484.98)				(181.30)	
			(35,166.45)	601,972.86		(633,311.05)				(66,504.64)	
			\$ (780,850.80)	\$ 5,719,018.86		\$ (6,215,921.97)				\$ (1,376,876.35)	
			\$ 37,737.06								\$ 28,356.06

US Department of Agriculture Passed-Through
State Department of Education:
Enterprise Funds:
School Breakfast Program
School Breakfast Program
National School Lunch Program
National School Lunch Program
After School Snacks
After School Snacks
Total Enterprise Funds
Total Federal Financial Awards

See accompanying notes to schedules of expenditures of awards and financial assistance.

HARRISON TOWN SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

State Grant/Program Title	Grant or State Project Number	Program or Award Applied	Grant Period		Balance at June 30, 2009		Cash Received	Budgetary Expenditures	Adjustments Repayment of Prior Year Balance	(Accounts Receivable)	Deferred Revenues/Intelfund Profit/Loss	Due to Grantor	Budgetary Encumbrance	Cumulative Total Expenditures
			From	To	Revenue (Accounts Receivable)	Due to Grantor								
State Department of Education:														
General Fund:														
Special Education	10-495-034-5120-028	\$ 12,861,976.00	7/01/09	6/30/10	\$	\$ 12,891,676.00	\$	(12,851,976.00)					\$ 786,682.00	\$ 12,891,976.00
Special Education	10-495-034-5120-029	718,014.00	7/01/09	6/30/10		718,014.00		(718,014.00)					48,175.00	718,014.00
Special Education	10-495-034-5120-088	597,168.00	7/01/09	6/30/10		597,168.00		(597,168.00)					34,026.00	597,168.00
Special Education	10-495-034-5120-084	115,311.00	7/01/09	6/30/10		115,311.00		(115,311.00)					7,736.00	115,311.00
Categorical Transportation Aid	09-100-034-5120-473	134,846.00	7/01/09	6/30/09	(134,846.00)									
Extracurricular Aid	09-100-034-5120-473	186,713.00	7/01/09	6/30/10		186,713.00		(186,713.00)		(186,713.00)				186,713.00
Extracurricular Aid	09-100-034-5120-473	922,893.00	7/01/09	6/30/10		922,893.00		(922,893.00)						922,893.00
Medicare Reimbursement	10-495-034-5085-001	16,007.51	7/01/09	6/30/10		16,007.51		(16,007.51)						16,007.51
Medicare Reimbursement	09-495-034-5095-002	1,282,301.87	7/01/09	6/30/09	(1,282,301.87)									
Medicare Reimbursement	10-495-034-5085-002	1,185,806.01	7/01/09	6/30/10		1,185,806.01		(1,185,806.01)		(65,408.29)			898,822.00	1,185,806.01
Medicare Reimbursement					(264,153.97)			(16,725,688.29)		(244,121.75)				16,725,688.29
Total General Fund														
Special Revenue Fund:														
Fresh Fruits	35,414.01	7/01/09	6/30/10			35,414.01		(35,414.01)			3,623.01			35,414.01
Equipment Child Nutrition	17,830.00	7/01/09	6/30/10			17,830.00		(17,830.00)						17,830.00
New Jersey Family Grant	25,000.00	7/01/09	6/30/10			25,000.00		(25,000.00)						25,000.00
Early Literacy	60,000.00	7/01/09	6/30/10			60,000.00		(60,000.00)		(7,760.00)		879.38		60,000.00
Family Friendly Center Carryover	3,285.70	7/01/05	6/30/08											
Family Friendly Center - Carryover	24,911.00	7/01/05	6/30/09			24,911.00		(24,911.00)						
Family Friendly Center - Carryover	45,463.00	7/01/08	6/30/09			45,463.00		(45,463.00)						
Family Friendly Center - Carryover	53,410.16	7/01/09	6/30/10			53,410.16		(53,410.16)						
Parent Participation	3,000.00	7/01/09	6/30/10			3,000.00		(3,000.00)						
When-Around Carryover	25,813.35	7/01/07	6/30/08											
Mentor Training	1,920.00	7/01/05	6/30/07											
Chancellor Education Grant	5,201.00	7/01/03	6/30/04											
Chancellor Education Grant	5,441.00	7/01/03	6/30/04											
Chancellor Education Grant	4,787,792.00	7/01/05	6/30/07			250,860.58		(250,860.58)						
Early Childhood Program Aid	883,182.00	7/01/07	6/30/09			883,182.00		(883,182.00)						
Early Childhood Program Aid	4,800,882.00	7/01/07	6/30/09			4,800,882.00		(4,800,882.00)						
Preschool Education Aid	4,335,608.08	7/01/09	6/30/10			4,335,608.08		(4,335,608.08)						
Instate Grant	144,627.00	7/01/08	6/30/09			144,627.00		(144,627.00)						
N.J. Temporary Aid:														
Auxiliary Services:	8,578.00	7/01/08	6/30/09			8,578.00		(8,578.00)						
Compensatory Education	50,893.00	7/01/05	6/30/07			50,893.00		(50,893.00)						
Compensatory Education	42,798.00	7/01/09	6/30/09			42,798.00		(42,798.00)						
English as a Second Language	28,420.00	7/01/08	6/30/09			28,420.00		(28,420.00)						
Handicapped Services:														
Supplemental Instruction	16,325.00	7/01/08	6/30/09			16,325.00		(16,325.00)						
Examination and Classification	13,827.83	7/01/08	6/30/09			13,827.83		(13,827.83)						
Examination and Classification	22,290.00	7/01/05	6/30/07			22,290.00		(22,290.00)						
Corrective Speech	4,384.00	7/01/07	6/30/08			4,384.00		(4,384.00)						
Corrective Speech	2,654.00	7/01/08	6/30/09			2,654.00		(2,654.00)						
Nursing Aid	11,565.00	7/01/08	6/30/09			11,565.00		(11,565.00)						
Nursing Aid	17,861.20	7/01/06	6/30/07			17,861.20		(17,861.20)						
Nonpublic Technologies	5,000.00	7/01/08	6/30/09			5,000.00		(5,000.00)						
Nonpublic Technologies	163,042.00	7/01/09	6/30/10			163,042.00		(163,042.00)						
Nonpublic Technologies	278,621.00	7/01/08	6/30/09			278,621.00		(278,621.00)						
Nonpublic Technologies	3,987.00	7/01/09	6/30/10			3,987.00		(3,987.00)						
School Bus Youth Support Program	22,861.00	7/01/04	6/30/05			22,861.00		(22,861.00)						
Whole School Reform	22,861.00	7/01/03	6/30/04			22,861.00		(22,861.00)						
Whole School Reform	22,861.00	7/01/06	6/30/10			22,861.00		(22,861.00)						
Total Special Revenue Fund														
						609,902.85		(255,915.73)						353,987.12
						4,017,900.01		(4,841,431.81)		(1,159,948.79)				1,561,717.00
						139,546.78		(756,066.45)						9,078.52
						4,941,851.81		(4,841,431.81)						100,002.00
						396.04		(274,431.75)						274,431.75
						3,987.00		(3,987.00)						3,987.00
						16,220.05		(16,220.05)						16,220.05
						609,902.85		(255,915.73)						353,987.12
						4,017,900.01		(4,841,431.81)		(1,159,948.79)				1,561,717.00
						139,546.78		(756,066.45)						9,078.52
						4,941,851.81		(4,841,431.81)						100,002.00

HARRISON TOWN SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

State Grant/Program Title	Grant or State Project Number	Program or Grant Amount	Grant Period From To	Balance at June 30, 2009		Cash Received	Carryover (Waiver) Amount	Budgetary Expenditures	Adjustments Repayment of Prior Year Balance	(Accounts Receivable)	Deferred Revenues/ Interfund Payable	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
				Contract Revenue (Accounts Receivable)	Due to Grantor									
State Department of Education														
Enterprise Fund:														
National School Lunch Program (State Share)	16-100-910-3360-122	\$ 22,788.50	7/1/09	6/30/10	\$	\$ 20,877.68	\$	\$ (22,788.50)	\$	\$ (2,430.42)	\$	\$	\$	\$ 22,788.50
National School Lunch Program (State Share)	09-100-910-3360-122	20,410.44	7/1/08	6/30/09	(1,866.19)	1,845.10		(3,354.80)		(367.50)				3,354.80
National School Lunch Program (State Share)	10-100-910-3360-098	3,354.80	7/1/08	6/30/09	(189.40)	189.40								
School Breakfast Program (State Share)	09-100-910-3360-096	3,136.50	7/1/08	6/30/09	(1,855.50)	24,909.48		(25,143.50)		(2,798.32)				25,143.50
					\$ 343,706.68	\$ 296,315.73	\$	\$ (21,663,261.83)	\$ (215,548.70)	\$ (1,425,868.72)	\$ 768,096.45	\$ 139,348.78	\$ 2,468,339.00	\$ 21,893,291.63
Total State Financial Awns														

See accompanying notes to schedules of revenues and expenditures of revenues and financial assistance.

HARRISON TOWN SCHOOL DISTRICT

**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

JUNE 30, 2010

1. GENERAL

The accompanying Schedules of Expenditures of Awards present the activity of all federal awards and state financial assistance programs of the Board of Education, Harrison Town School District. The Board of Education is defined in Note 1 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 Federal Awards and State Financial Assistance.

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 2 to the Board's general purpose financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of basic financial statements.

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 (RSI) are presented for the General Fund and Special Revenue Fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The General Fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The Special Revenue Fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The Special Revenue Fund also recognizes the last state aid payment in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

HARRISON TOWN SCHOOL DISTRICT

**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

**JUNE 30, 2010
(Continued)**

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(1,006,605.00) for the General Fund and \$(1,151,800.00) for the Special Revenue Fund. See Exhibit "C-3" (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the General and Special Revenue Funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 3,304,797.00	\$ 17,732,291.52	\$ 17,732,291.52
Special Revenue Fund	2,277,823.92	3,789,631.81	6,067,455.73
Enterprise Fund	<u>633,311.05</u>	<u>26,143.30</u>	<u>659,454.35</u>
 Total Financial Award Revenues	 <u><u>\$6,215,931.97</u></u>	 <u><u>\$ 21,548,066.63</u></u>	 <u><u>\$ 27,763,998.60</u></u>

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.

5. OTHER

The amount reported as TPAF Pension Contributions represents the amount paid by the State On-Behalf of the District for the year ended June 30, 2010.

6. SCHOOLWIDE PROGRAM FUNDS

School-wide programs are not separate Federal programs as defined in OMB Circular A-133; amounts used in school-wide programs are included in the total expenditures of the program contributing the funds in the Schedule of Expenditure of Federal Awards. The following fund by program is included in school-wide programs in the District:

<u>Program</u>	<u>Total</u>
Title I, Part A	<u><u>\$ 157,989.61</u></u>

**HARRISON TOWN SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

Section I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

1) Material weakness(es) identified? _____ Yes √ No

2) Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes √ None Reported

Noncompliance material to general-purpose financial statements noted? _____ Yes √ No

Federal Awards

Internal Control over major programs:

1) Material weakness(es) identified? _____ Yes √ No

2) Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes √ None Reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I, Part A
84.207	IDEA Part B, Basic Program
84.389	ARRA Title I
84.391	IDEA, Part B - ARRA
84.392	IDEA, Part B Preschool - ARRA
84.394	Education Stabilization Aid- ARRA
84.397	Governmental Service Fund - ARRA

Dollar threshold used to distinguish between Type A and Type B Programs: \$ 300,000.00

Audited qualified as low-risk auditee? √ Yes _____ No

**HARRISON TOWN SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)**

Section I - Summary of Auditors' Results (Continued)

State Awards

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

Unqualified

Internal control over major programs:

- | | | | | |
|--|-----|-----|-----|---------------|
| 1) Material weakness(es) identified? | ___ | Yes | _√_ | No |
| 2) Significant deficiency(ies) identified that are not considered to be material weaknesses? | ___ | Yes | _√_ | None Reported |

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 04-04?

___ Yes _√_ No

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
10-495-034-5095-002	Social Security Tax
10-495-034-5120-089	Categorical Special Education Aid
10-495-034-5120-078	Equalization Aid
10-495-034-5095-001	On-Behalf TPAF
10-495-034-5120-086	Preschool Education Act

Dollar threshold used to distinguish between Type A and Type B programs:

\$650,797.85

Auditee qualified as low-risk auditee?

√ Yes ___ No

Section II - Financial Statement Findings:

NONE

Section III:

a) Federal Award Findings and Questioned Costs:

NONE

b) State Award Findings and Questioned Costs:

NONE

**HARRISON TOWN SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2010**

STATUS OF PRIOR YEAR FINDINGS

There were no audit findings for the year ended June 30, 2010.

