SCHOOL DISTRICT OF THE
BOROUGH OF RAMSEY
COUNTY OF BERGEN, NEW JERSEY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2010

School District of

Ramsey

RAMSEY BOARD OF EDUCATION
Ramsey, New Jersey

Comprehensive Annual Financial Report
Year Ended June 30, 2010

Comprehensive Annual Financial Report

of the

RAMSEY BOARD OF EDUCATION
Ramsey, New Jersey

Year Ended June 30, 2010

Prepared by

Robert J. Marcotulli
Assistant Superintendent-Business/Board Secretary

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INTRODUCTORY SECTION

RAMSEY BOARD OF EDUCATION
RAMSEY PUBLIC SCHOOLS
266 East Main Street
Ramsey, NJ 07446
Ph. (201) 785-2300

DR. ROY R. MONTESANO
SUPERINTENDENT OF SCHOOLS

ROBERT J. MARCOTULLI
ASSISTANT SUPERINTENDENT-BUSINESS
BOARD SECRETARY

October 19, 2010

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

Dear Board Members:

The Comprehensive Annual Financial Report of the Ramsey School District for the fiscal year ended June 30, 2010, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations 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 independent auditor's report, the management's discussion and analysis, and the financial statements and notes. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid 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: Ramsey School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement #34. All funds and account groups of the District are included in this report. The Ramsey School District Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special education for handicapped youngsters. During

the 2009-2010 fiscal year, the average daily enrollment of 3,102 students is 6 students below the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

Enrollment Data

Fiscal Year	Average Daily Enrollment	% Change
2009-2010	3,102	-0.19%
2008-2009	3,108	-0.73%
2007-2008	3,131	0.17%
2006-2007	3,126	2.02%
2005-2006	3,064	1.36%
2004-2005	3,023	2.41%
2003-2004	2,952	2.39%
2002-2003	2,883	3.19%
2001-2002	2,794	1.82%
2000-2001	2,744	2.58%
1999-2000	2,675	5.07%

2. **ECONOMIC CONDITION AND OUTLOOK**: The Ramsey community is essentially developed to almost capacity. The increase in ratables during the past decade has slowed as a result of a decline in new construction. As of 2006, there were only 31.0 acres of vacant land in the borough. As a result, the ratable base is not expected to increase significantly.

As a suburb of the New York Metropolitan area, the region has seen an increase of 1.5% in the consumer price index for the year ending June, 2010.

3. **MAJOR INITIATIVES**: The 2009-2010 school year saw several new projects and initiatives that deserve mention.

The district continued with a major 21st Century learning initiative that drives our curriculum and professional development plans. Teams of administrators and teachers have been involved in many discussions of the current research in this area. Our professional staff is involved in learning how the rapidly changing nature of our times is impacting the work in their classrooms. Funds are being used to support this important learning initiative.

The District continued to move forward with its technology initiative including the development of a new three-year technology plan. Major work during the 2009-10 school year included a major upgrade to the district's wireless network capabilities. This included the replacement and updating of many of our wireless access points, along with software management to control and divert traffic flow. We continue to replace older computers and monitors with newer technology and have increased the number of wireless laptops that are available for our students.

Additional peripherals, including Smartboard Technology have been purchased and installed in a number of classrooms to further enhance our classroom instruction. The district website continues

to be upgraded on an on-going basis to insure communication to our constituents. The use of E-Alerts, "Constant Contact" and the parent portal are examples of how the website has contributed to our communication capabilities. It remains as a major source of communication for the district.

In the primary grades, reading materials were purchased in order to better align the curriculum with State's Core Curriculum Content Standards, and to further enhance the district's move towards, Readers and Writers Workshop. No new textbooks were purchased due to budgetary constraints.

To meet changing Global requirements in the area of World Languages, the District, has expanded the Chinese language into it's' curriculum, now holding two sections. Funds were used to purchase an on-line video based program "Rosetta Stone" to be used in our elementary schools.

The District's subject supervisors and classroom teachers continued to align the curriculum in grades 2-8 to the State's tests. Additional work at the High School level is being completed to prepare the district for the new end of year course tests introduced by the State in the areas of Biology and Algebra. Work in mathematics, language arts, and science yielded higher test scores on the State tests administered during the year. The High School also is involved in researching alternative scheduling models to meet the changing needs in our classrooms. The district's curriculum review model is in place and on schedule. Work will be continuing in order to align our curriculum with the National Core Standards.

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

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

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

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

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

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

6. **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.

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

8. **OTHER INFORMATION:** Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ferraioli, Wielkotz, Cerullo & Cuva, P.A. was appointed by the Board of Education. 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 Amendment of 1996 and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements and specific required supplemental information 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.

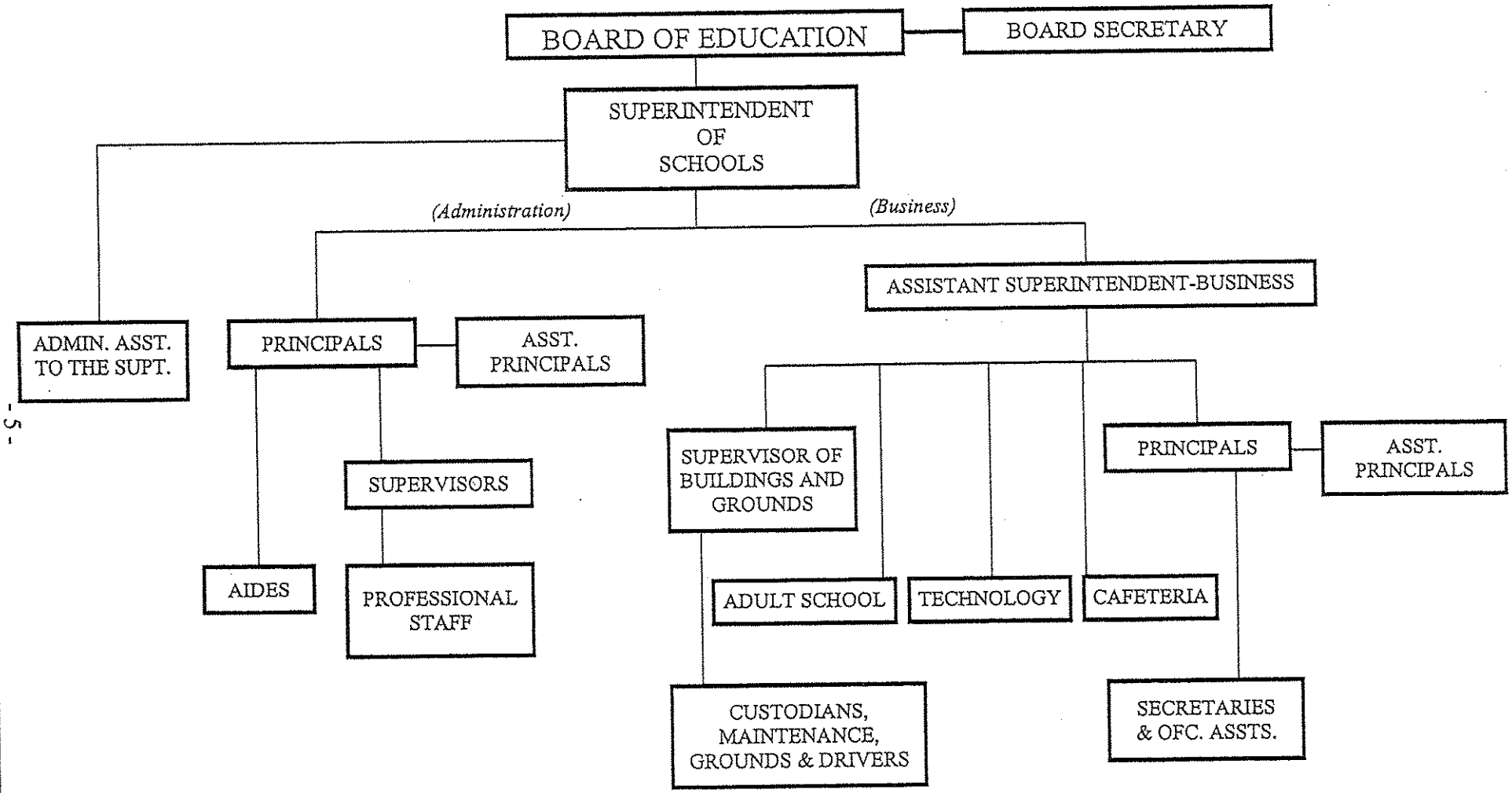
9. **ACKNOWLEDGEMENTS**: We would like to express our appreciation to the members of the Ramsey School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our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

Respectfully submitted:

Dr. Roy R. Montesano
Superintendent of Schools

Robert J. Marcotulli
Assistant Superintendent-Business/Board Secretary

ORGANIZATIONAL CHART



RAMSEY PUBLIC SCHOOLS
RAMSEY, NEW JERSEY

RAMSEY SCHOOL DISTRICT
BERGEN COUNTY, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2010

Members of the Board of Education	**Term Expires**
John Nunziata, President	2012
Anthony Gasparovich, Vice President	2011
Laura E. Genovese Behrmann	2011
Timothy Finnegan	2013
Keith W. Kaplan	2011
Claudia Monteith	2013
Richard S. Muti	2012
Richard Snyder	2012
Carrie Williams	2013

Other Officials

Dr. Roy Montesano, Superintendent of Schools

Robert J. Marcotulli, Assistant Superintendent-Business/Board Secretary

Richard Mathieson, Treasurer of School Monies

Robert M. Jacobs, Esq., Solicitors

RAMSEY BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

Architect

Selected as needed

Audit Firm

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.
401 Wanaque Avenue
Pompton Lakes, NJ 07442

Attorney

Robert M. Jacobs, Esq.
Winne, Banta, Hetherington
Basralian & Kahn, P.C.
Court Plaza South - East Wing
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Hackensack, NJ 07602

Official Depositories

TD Bank, N.A.
Lake Street
Ramsey, NJ 07446

Bank of America
Main Street
Ramsey, NJ 07446

FINANCIAL SECTION

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

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Steven D. Wielkotz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

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Newton Office
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INDEPENDENT AUDITOR'S REPORT

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

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 Borough of Ramsey School District, in the County of Bergen, State of New Jersey, as of and for the fiscal year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Borough of Ramsey School District Board of Education'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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Ramsey's Board of Education's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 opinion.

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 and each major fund, and the aggregate remaining fund information of the Borough of Ramsey Board of Education, in the County of Bergen, 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.

FWCC

In accordance with *Government Auditing Standards*, we have also issued our report dated October 1, 2010 on our consideration of the Borough of Ramsey Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. This report is an integral part of our 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 10 through 22 and 54 through 60 are not a required part of the basic financial statements but are supplementary information required by the 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 performed for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Ramsey 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 federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

FWCC

October 1, 2010

REQUIRED SUPPLEMENTARY INFORMATION - PART I

RAMSEY BOARD OF EDUCATION
RAMSEY, NJ
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
UNAUDITED

The management discussion and analysis of the Ramsey Board of Education's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the District's financial performance as a whole and should not be interpreted as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the District's revenues and expenditures by program for the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Fund and Enterprise Fund.

FINANCIAL HIGHLIGHTS

In total, net assets increased $1,402,451. Net assets of governmental activities increased $1,409,605 while net assets of business-type activity decreased by $(7,154).

General revenues accounted for $53,019,617 in revenue or 95 percent of all district revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for $2,626,650 or 5 percent of total revenues of $55,646,267.

The School District had $53,456,169 in expenses related to governmental activities; only $1,846,157 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants, entitlements and property taxes) of $53,019,617 were adequate to provide for these programs.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District as a whole (district-wide statements), and then proceed to provide an increasingly detailed look at specified financial activities.

District-Wide Financial Statements

The *statement of net assets and statement of activities* reports information about the District as a whole and about its activities in a manner that helps answer the question - is the District better or worse off as a result of the year's activities? These statements include all assets and liabilities of the District using the accrual basis of accounting, similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

Both of the district-wide financial statements distinguish functions of the Ramsey Board of Education that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

In the *Statement of Net Assets and the Statement of Activities,* the District is divided into two distinct kinds of activities:

- Governmental Activities - All of the school district's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

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

USING THIS ANNUAL REPORT, (continued)

The two statements report the District's net assets and changes in them. The change in net assets can be utilized by a reader to assist in determining whether the District's financial health is improving or deteriorating. However, the reader should also consider non-financial factors such as property tax base, current New Jersey laws restricting revenue growth, student enrollment growth, facility conditions, required educational programs and other factors in determining the District's overall financial health.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Ramsey Board of Education, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the district's funds can be divided into three categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on balances of *spendable resources* available at the end of the fiscal year. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash.

Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities* (reported in the Statement of Net Assets and the Statement of Activities).

The Ramsey Board of Education maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the general, special revenue, capital projects, and debt service funds, which are all considered to be major funds.

USING THIS ANNUAL REPORT, (continued)

The Ramsey Board of Education adopts annual appropriated budgets for its governmental funds. A budgetary comparison statement has been provided for the general fund special, revenue fund and debt service fund to demonstrate compliance with their budgets.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, the same as on the district-wide statements, therefore the statements will essentially match the business-type activities portion of the district-wide statements. The Ramsey Board of Education uses proprietary funds to account for its food service program.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the District. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Notes to the Financial Statements

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

USING THIS ANNUAL REPORT, (continued)

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning budgetary information for the District's major funds.

Our auditor has provided assurance in his independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance are being provided by the auditor regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

DISTRICT-WIDE FINANCIAL ANALYSIS

The Statement of Net Assets provides the perspective of the District as a whole. Net assets may, over time, serve as a useful indicator of a government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets and the depreciation of capital assets.

The School District's net assets were $17,896,330 at June 30, 2010 and $16,512,458 at June 30, 2009, respectively. Restricted net assets are reported separately to show legal constraints that limit the School District's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net assets for 2010 compared to 2009 (Table 1) and change in net assets (Table 2) of the School District.

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 1

Net Assets
June 30,

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Assets						
Current and Other Assets	7,418,369	7,460,976	328,606	314,025	7,746,975	7,775,001
Capital Assets	36,966,638	38,163,258	142,242	160,821	37,108,880	38,324,079
Total Assets	44,385,007	45,624,234	470,848	474,846	44,855,855	46,099,080
Liabilities						
Current Liabilities	3,418,789	4,565,278	38,195	16,460	3,456,984	4,581,738
Noncurrent Liabilities	23,582,799	25,004,884			23,582,799	25,004,884
Total Liabilities	27,001,588	29,570,162	38,195	16,460	27,039,783	29,586,622
Net Assets						
Invested in Capital Assets-						
Net of Related Debt	14,217,638	13,954,258	142,242	160,821	14,359,880	14,115,079
Restricted	3,510,123	2,550,026			3,510,123	2,550,026
Unrestricted	(264,084)	(450,212)	290,411	297,565	26,327	(152,647)
Total Net Assets	17,463,677	16,054,072	432,653	458,386	17,896,330	16,512,458

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 2 below shows the changes in net assets for fiscal year 2010 compared to 2009.

Table 2
Changes in Net Assets
Year Ended June 30,

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues						
Program Revenues:						
Charges for Services and Sales			692,468	631,450	692,468	631,450
Operating Grants and Contributions	1,810,557	1,172,014	88,025	75,486	1,898,582	1,247,500
Capital Grants	35,600				35,600	
General Revenues:						
Taxes:						
Property taxes	45,799,326	44,055,282			45,799,326	44,055,282
Federal and State Aid not Restricted	5,241,212	5,716,800			5,241,212	5,716,800
Miscellaneous Income	1,939,186	2,627,757			1,939,186	2,627,757
Investment Earnings	39,893	68,529			39,893	68,529
Total Revenues and Transfers	54,865,774	53,640,382	780,493	706,936	55,646,267	54,347,318

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Functions/Program Expenses						
Instruction:						
Regular	21,022,394	19,400,100			21,022,394	19,400,100
Special Education	5,783,787	5,811,653			5,783,787	5,811,653
Other Special Instruction	1,044,853	1,237,458			1,044,853	1,237,458
Other Instruction	1,046,586	1,046,027			1,046,586	1,046,027
Support Services:						
Tuition	1,945,016	2,516,482			1,945,016	2,516,482
Student & Instruction Related Services	7,041,305	6,910,938			7,041,305	6,910,938
General Administrative Services	1,114,013	1,500,420			1,114,013	1,500,420
Central Services	513,877	492,412			513,877	492,412
Administrative Info. Tech.	17,460	17,460			17,460	17,460
School Administrative Services	2,152,701	2,397,196			2,152,701	2,397,196
Plant Operations and Maintenance	4,319,354	4,196,998			4,319,354	4,196,998
Pupil Transportation	1,716,737	1,702,849			1,716,737	1,702,849
Unallocated Benefits	3,268,891	3,230,696			3,268,891	3,230,696
Capital Outlay-Non-depreciable		548				548
Interest on Long-Term Debt	1,074,845	1,207,941			1,074,845	1,207,941
Unallocated depreciation	1,394,350	1,403,024			1,394,350	1,403,024
Food Service			787,647	703,250	787,647	703,250
Total Expenses	53,456,169	53,072,202	787,647	703,250	54,243,816	53,775,452
Increase or (Decrease) in Net Assets	1,409,605	568,180	(7,154)	3,686	1,402,451	571,866

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Governmental and Business-Type Activities

As reported in the Statement of Activities the cost of all of our governmental and business-type activities this year was $54,243,816. However, the amount that our taxpayers ultimately financed for these activities through School District taxes was only $45,799,326 because some of the cost was paid by those who benefitted from the programs $692,468, by other governments and organizations who subsidized certain programs with grants and contributions $1,934,182, and by miscellaneous sources $7,220,291.

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state subsidy reimbursements. Significant financial results include the following:

- ✓ Food service expenses exceeded revenues by $7,154.
- ✓ Charges for services provided totaled $692,468 represents amounts paid by consumers for daily food services.
- ✓ Federal and state reimbursement for meals served, including payments for free and reduced priced lunches, and donated commodities was $88,025.

The following schedules present a summary of governmental fund revenues for the fiscal year ended June 30, 2010, and the amount and percentage of increases/(decreases) relative to the prior year.

Revenue	Amount	Percent of Total	Increase/ (Decrease) from 2009	Percent of Increase/ (Decrease)
Local Source	$47,778,405	87.1%	$1,026,837	2.20%
State Source	5,572,289	10.1%	(492,232)	(8.02)%
Federal Source	1,515,080	2.8%	690,787	83.80%
Total	$54,865,774	100.0%	$1,225,392	2.26%

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Expenditures	Amount	Percent of Total	Increase/ (Decrease) from 2009	Percent of Increase/ (Decrease)
Current Expenditures:				
Instruction	$23,530,929	43.8%	$642,410	2.81%
Undistributed	27,526,611	51.2%	(10,675)	(0.04)%
Debt Service	2,561,041	4.8%	(78,838)	(2.99)%
Capital Outlay	92,249	0.2%	32,336	53.97%
Total	$53,710,830	100.0%	$585,233	1.10%

Changes in expenditures were the result of varying factors. Current expense undistributed increased due to significant health insurance cost increases combined with increased student special education enrollment.

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS

The School District's budgets are prepared according to New Jersey law, and are based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted funds are the general fund and the special revenue fund.

During the fiscal year ended June 30, 2010, the School District amended the budgets of these major governmental funds several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditures item to the district but is required to be reflected in the financial statements.
- The special revenue fund was increased by $762,683 for increases in federal and state grant awards.

General Fund

The general fund actual revenue was $50,469,366. That amount is $3,062,355 above the final amended budget of $47,407,011. The variance between the actual revenues and final budget was the result of non-budgeted on-behalf payments of $3,233,976 for TPAF social security reimbursements and on-behalf pension payments, a deficit in other state and federal aids of $(426,497) and an excess of $254,876 in miscellaneous anticipated revenues.

The actual expenditures of the general fund were $49,302,231 including transfers which is $1,895,270 above the final amended budget of $47,406,961. The variance between the actual expenditures and final budget was due to non-budget on-behalf TPAF social security and pension payments of $3,233,976, and $1,338,706 unexpended budgeted funds.

General fund had total revenues of $50,469,366 and total expenditures and transfers of $49,302,231 with an ending fund balance of $4,576,617.

Special Revenue Fund

The special revenue fund actual revenue was $1,810,557. That amount is above the original budget estimate of $1,162,371 and below the final amended budget of $1,925,054. The $762,683 variance between the original and final budget was due to additional federal and state grant monies awarded to the District after the original budget was approved. The $114,497 variance between the final amended budget and the June 30, 2010 actual results was due to the deferral of Federal and State grants received in the current fiscal year to be spent in the next fiscal year and miscellaneous receivables.

The actual expenditures of the special revenue fund were $1,810,557, which is above the original budget of $1,162,371 and below the final amended budget of $1,925,054. The $762,683 variance between the original and final budget was due to the additional expenditures related to the additional grants awarded to the District after the original budget was approved. The $114,497 variance between the final amended budget and the June 30, 2010 actual results was due to the anticipation of fully expending federal and state grant programs. Expenditures will be incurred in the next fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2010 the School District had $56,228,293 invested in sites, buildings, equipment. Of this amount $19,119,413 in depreciation has been taken over the years. We currently have a net book value of $37,108,880. Table 3 shows fiscal year 2010 balances compared to 2009.

Table 3
Capital Assets at June 30,
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Sites and Improvements	$4,425,700	$4,425,700	$	$	$4,425,700	$4,425,700
Buildings and Improvements	30,828,771	31,810,573			30,828,771	31,810,573
Furniture, Equipment and Vehicles	1,712,167	1,926,985	142,242	160,821	1,854,409	2,087,806
	$36,966,638	$38,163,258	$142,242	$160,821	$37,108,880	$38,324,079

Debt Administration

At June 30, 2010, the District had $23,582,799 of long-term debt. Of this amount, $833,799 is compensated absence and $22,749,000 is school improvement serial bonds issues dated May 15, 2002 and December 15, 2003.

Table 4
Outstanding Serial Bonds at June 30,

	Governmental Activities	
	2010	2009
School Improvement Bonds - 2002	$4,330,000	$4,860,000
School Improvement Bonds - 2003	18,419,000	19,349,000
	$22,749,000	$24,209,000

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The State revenue estimates remain depressed. This has resulted in the legislature and governor approving state school aid of only 3.0% for the 2009-2010 school year after two successive years of level funding.

The following factors were considered in preparing the 2010-2011 fiscal year budget:

- Estimated Student Enrollment
- Sources of revenue
- Cost of negotiated salaries and benefits
- Cost of Fixed charges
- Mandated Programs
- Requirements for health and safety issues

Prior to the end of fiscal 2004, S1701 was enacted. The law is meant to control public school district budgets by revising the calculation of budget caps and reducing surplus. Starting in 2005-06 the CAP will be set at 2.5% or the cost of living, whichever is greater. A number of other changes will affect the calculation of SGLA's and per pupil administrative costs. Any undesignated general fund balance in excess of 2% of adjusted General Fund expenditures or $250,000, whichever is greater must be appropriated for tax relief.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Ramsey Board of Education's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Robert J. Marcotulli
Assistant Superintendent-Business / Board Secretary
Ramsey Board of Education
266 East Main Street
Ramsey, NJ 07446

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

RAMSEY BOARD OF EDUCATION
Statement of Net Assets
June 30, 2010

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents		253,392	253,392
Investments	236,931		236,931
Receivables, net	6,588,547	73,386	6,661,933
Inventory		1,828	1,828
Restricted assets:			
Capital reserve account - cash	592,891		592,891
Capital assets, net:			
Land	4,425,700		4,425,700
Other capital assets, net	32,540,938	142,242	32,683,180
Total Assets	44,385,007	470,848	44,855,855
LIABILITIES			
Deficit in cash and cash equivalents	286,391		286,391
Accounts payable and accrued liabilities	515,129	38,195	553,324
Payable to state government	34,239		34,239
Loans payable	2,500,000		2,500,000
Deferred revenue	2,772		2,772
Noncurrent liabilities:			
Due within one year	1,580,000		1,580,000
Due beyond one year	22,002,799		22,002,799
Total liabilities	26,921,330	38,195	26,959,525
NET ASSETS			
Invested in capital assets, net of related debt	14,217,638	142,242	14,359,880
Restricted for:			
Debt service	19,345		19,345
Capital projects	638,574		638,574
Other purposes	2,852,204		2,852,204
Unrestricted (Deficit)	(264,084)	290,411	26,327
Total net assets	17,463,677	432,653	17,896,330

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

Exhibit A-2

RAMSEY BOARD OF EDUCATION
Statement of Activities
Fiscal Year Ended June 30, 2010

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Governmental activities:								
Instruction:								
Regular	17,192,653	3,829,741		1,453,541		(19,568,853)		(19,568,853)
Special education	4,630,808	1,152,979				(5,783,787)		(5,783,787)
Other special instruction	865,382	179,471				(1,044,853)		(1,044,853)
Other instruction	842,086	204,500				(1,046,586)		(1,046,586)
Support services:						-		-
Tuition	1,945,016					(1,945,016)		(1,945,016)
Student & instruction related services	5,938,495	1,102,810		357,016		(6,684,289)		(6,684,289)
General administrative services	989,238	124,775				(1,114,013)		(1,114,013)
School administrative services	1,750,632	402,069				(2,152,701)		(2,152,701)
Central Services	418,446	95,431				(513,877)		(513,877)
Administrative information tech.	17,460					(17,460)		(17,460)
Plant operations and maintenance	3,833,710	485,644				(4,319,354)		(4,319,354)
Pupil transportation	1,673,943	42,794				(1,716,737)		(1,716,737)
Unallocated benefits	3,268,891					(3,268,891)		(3,268,891)
Capital outlay - non-depreciable	-				35,600	35,600		35,600
Interest on long-term debt	1,074,845					(1,074,845)		(1,074,845)
Unallocated depreciation	1,394,350					(1,394,350)		(1,394,350)
Total governmental activities	45,835,955	7,620,214	-	1,810,557	35,600	(51,610,012)	-	(51,610,012)
Business-type activities:								
Food Service	787,647		692,468	88,025	-		(7,154)	(7,154)
Total business-type activities	787,647		692,468	88,025	-		(7,154)	(7,154)
Total primary government	46,623,602		692,468	1,898,582	35,600	(51,610,012)	(7,154)	(51,617,166)
General revenues:								
Taxes:								
Levied for general purposes						43,243,170		43,243,170
Taxes levied for debt service						2,556,156		2,556,156
Federal and State aid not restricted						5,205,612		5,205,612
Federal and State aid - Capital Outlay						35,600		35,600
Tuition received						1,690,798		1,690,798
Transportation Fees						15,830		15,830
Investment Earnings						39,893		39,893
Miscellaneous Income						232,558		232,558
Total general revenues, special items, extraordinary items and transfers						53,019,617	-	53,019,617
Change in Net Assets						1,409,605	(7,154)	1,402,451
Net Assets---beginning, restated						16,054,072	458,386	16,512,458
Net Assets---ending						17,463,677	451,232	17,914,909

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

FUND FINANCIAL STATEMENTS

RAMSEY BOARD OF EDUCATION
Balance Sheet
Governmental Funds
June 30, 2010

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents					
Checking	2,604,959				2,604,959
Investments			236,931		236,931
Accounts Receivable -					
Intergovernmental - State	548,345		5,480,771		6,029,116
Intergovernmental - Federal		419,006			419,006
Interfund receivables	646,091			612,030	1,258,121
Other receivables	140,425				140,425
Restricted cash and cash equivalents:					
Capital Reserve	592,891				592,891
Total assets	4,532,711	419,006	5,717,702	612,030	11,281,449
LIABILITIES AND FUND BALANCES					
Liabilities:					
Deficit in cash and cash equivalents		381,995	1,916,670	592,685	2,891,350
Accounts payable					-
Intergovernmental payable:					-
State		34,239			34,239
Federal					-
Loans Payable			2,500,000		2,500,000
Interfund Payable	67,983	2,772	1,255,349		1,326,104
Deferred revenue	2,772				2,772
Total liabilities	70,755	419,006	5,672,019	592,685	6,754,465
Fund Balances:					
Reserved for:					
Capital reserve account	592,891				592,891
Encumbrances					-
Excess surplus - designated for subsequent years' expenditures	2,011,865				2,011,865
Excess surplus	840,339				840,339
Unreserved, reported in:					
General fund	1,016,861				1,016,861
Special revenue fund					
Capital projects fund			45,683		45,683
Debt service fund				19,345	19,345
Total Fund balances	4,461,956	-	45,683	19,345	4,526,984
Total liabilities and fund balances	4,532,711	419,006	5,717,702	612,030	

Amounts reported for governmental activities in the statement of net assets (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $55,698,687 and the accumulated depreciation is $18,732,049.	36,966,638
Accrued interest liabilities are not due and payable in the current period and therefore are not reported as liabilties in the funds (see Note 8)	(447,146)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilties in the funds (see Note 8)	(23,582,799)
Net assets of governmental activities	17,463,677

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

RAMSEY BOARD OF EDUCATION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Fiscal Year Ended June 30, 2010

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	43,243,170			2,556,156	45,799,326
Tuition charges	1,690,798				1,690,798
Transportation Fees	15,830				15,830
Interest on Investments	37,998		1,895		39,893
Miscellaneous	232,558				232,558
Total - Local Sources	45,220,354	-	1,895	2,556,156	47,778,405
State sources	5,236,631	300,058	35,600		5,572,289
Federal sources	4,581	1,510,499			1,515,080
Total revenues	50,461,566	1,810,557	37,495	2,556,156	54,865,774
EXPENDITURES					
Current:					
Regular instruction	15,739,112	1,453,541			17,192,653
Special education instruction	4,630,808				4,630,808
Other special instruction	865,382				865,382
School sponsored/other instructional	842,086				842,086
Support services and undistributed costs:					
Instruction	1,945,016				1,945,016
Attendance and social work services	45,225				45,225
Health services	381,027				381,027
Student & instruction related services	5,155,227	357,016			5,512,243
General administrative services	989,238				989,238
School administrative services	1,750,632				1,750,632
Central services	418,446				418,446
Administrative information tech.	17,460				17,460
Plant operations and maintenance	3,939,191				3,939,191
Pupil transportation	1,673,943				1,673,943
Unallocated benefits	7,620,214				7,620,214
On-behalf contributions	3,233,976				3,233,976
Debt Service:					
Principal				1,460,000	1,460,000
Interest and charges				1,101,041	1,101,041
Capital outlay	3,249		89,000		92,249
Total expenditures	49,250,232	1,810,557	89,000	2,561,041	53,710,830
Excess (Deficiency) of revenues over expenditures	1,211,334	-	(51,505)	(4,885)	1,154,944
OTHER FINANCING SOURCES (USES)					
Transfers out - Capital Projects	(62,076)				(62,076)
Transfers out - Capital Reserves			(10,077)		(10,077)
Transfers out - Debt Service			(1,895)		(1,895)
Transfers in - Capital Projects				1,895	1,895
Transfers in - Capital Projects			62,076		62,076
Transfers in - Capital Reserve	10,077				10,077
Total other financing sources and uses	(51,999)	-	50,104	1,895	-
Net change in fund balances	1,159,335	-	(1,401)	(2,990)	1,154,944
Fund balance—July 1	3,302,621	-	47,084	22,335	3,372,040
Fund balance—June 30	4,461,956	-	45,683	19,345	4,526,984

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

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

Total net change in fund balances - governmental funds (from B-2)		1,154,944
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation expense	(1,394,350)	
Depreciable outlays	197,730	
		(1,196,620.00)
Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. In the current year , these amounts consist of:		
Serial bond obligations		1,460,000
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The change in interest is an adjustment in the reconciliation.		
Prior Year		473,342
Current Year		(447,146)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
Increase in compensated absences payable		(34,915)
Change in net assets of governmental activities		1,409,605

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

Exhibit B-4

RAMSEY BOARD OF EDUCATION
Statement of Net Assets
Proprietary Funds
June 30, 2010

	Food Service Program
ASSETS	
Current assets:	
Cash and cash equivalents	253,392
Accounts receivable:	
State	475
Federal	4,928
Interfund - General Fund	67,983
Inventories	1,828
Total current assets	328,606
Noncurrent assets:	
Capital assets:	
Equipment	529,606
Less accumulated depreciation	(387,364)
Total capital assets (net of accumulated depreciation)	142,242
Total assets	470,848
LIABILITIES	
Current liabilities:	
Accounts payable	38,195
Total current liabilities	38,195
NET ASSETS	
Invested in capital assets net of related debt	142,242
Unrestricted	290,411
Total net assets	432,653

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

Exhibit B-5

RAMSEY BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
Fiscal Year Ended June 30, 2010

	Food Service Program
Operating revenues:	
Charges for services:	
Daily sales - reimbursable programs	243,858
Daily sales - non-reimbursable programs	339,010
Special functions	109,600
Total operating revenues	692,468
Operating expenses:	
Cost of sales	297,661
Salaries	236,154
Benefits	62,444
Supplies and materials	28,690
Purchased property services	88,024
Cleaning repair & maintenance	71,422
Depreciation	21,831
Total Operating Expenses	806,226
Operating income (loss)	(113,758)
Nonoperating revenues (expenses):	
State sources:	
State school lunch program	5,993
Federal sources:	
National school lunch program	62,240
Food distribution program	19,792
Total nonoperating revenues (expenses)	88,025
Income (loss) before contributions & transfers	(25,733)
Change in net assets	(25,733)
Total net assets—beginning	458,386
Total net assets—ending	432,653

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

Exhibit B-6

RAMSEY BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
Fiscal Year Ended June 30, 2010

	Food Service Program
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	692,468
Payments to employees	(236,154)
Payments to suppliers	(502,990)
Net cash provided by (used for) operating activities	(46,676)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(3,252)
Net cash provided by (used for) capital and related financing activities	(3,252)
Net increase (decrease) in cash and cash equivalents	(49,928)
Balances—beginning of year	303,320
Balances—end of year	253,392
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	(113,758)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities	
Depreciation and net amortization	21,831
Food Distribution Program	19,792
(Increase) decrease in inventories	3,724
Increase (decrease) in accounts payable	21,735
Total adjustments	67,082
Net cash provided by (used for) operating activities	(46,676)

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

RAMSEY BOARD OF EDUCATION
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Unemployment Compensation Trust Fund	Private Purpose Funds	Agency Fund
ASSETS			
Cash and cash equivalents	78,617	71,680	692,283
Interfund Receivable	13,068		
Total assets	91,685	71,680	692,283
LIABILITIES			
Payable to student groups			507,606
Payroll deductions and withholdings			171,609
Contribution Pledged to Specific Awards		19,563	
Due to State of NJ	19,661		
Interfund Payable			13,068
Total liabilities	19,661	19,563	692,283
NET ASSETS			
Held in trust for unemployment claims and other purposes	72,024		
Reserved for scholarships		52,117	
	72,024	52,117	

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

RAMSEY BOARD OF EDUCATION
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
Fiscal Year Ended June 30, 2010

	Unemployment Compensation Trust Fund	Private Purpose Funds
ADDITIONS		
Contributions:		
Payroll withholdings	45,907	
Donations		8,475
Total Contributions	45,907	8,475
Investment earnings:		
Interest		439
Net investment earnings	-	439
Total additions	45,907	8,914
DEDUCTIONS		
Unemployment Claims	129,103	
Scholarships awarded		11,950
Total deductions	129,103	11,950
Change in net assets	(83,196)	(3,036)
Net assets—beginning of the year	155,220	55,153
Net assets—end of the year	72,024	52,117

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Board of Education ("Board") of the Borough of Ramsey School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Ramsey School District is a Type II district located in the County of Bergen, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the District is to educate students in grades K-12. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

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 Board holds the corporate powers of the organization
- the Board appoints a voting majority of the organization's board
- the Board is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Board
- there is a fiscal dependency by the organization on the Board

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education of the Borough of Ramsey School District have been prepared in conformity with accounting principles generally accepted in the United States of America (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 Board also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities provided they do not conflict with or contradict GASB pronouncements. The more significant of the board's accounting policies are described below.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

A. Basis of Presentation

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

District-wide Financial Statements

The statement of net assets and the statement of activities display information about the Board as a whole. These statements include the financial activities of the overall District, except for the fiduciary funds. The statements distinguish between those activities of the Board that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities of the Board at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the governmental activities and for the business-type activities of the Board. 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 Board, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Board.

Fund Financial Statements

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

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the Board 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 Board's governmental funds:

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

GOVERNMENTAL FUNDS, (continued)

General Fund - The General Fund is the general operating fund of the Board. 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 Board includes budgeted Capital Outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

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

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from sale of bonds, lease purchases and other revenues.

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

PROPRIETARY FUNDS

The focus of Proprietary Fund measurement is upon determination of net income, changes in net assets, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

PROPRIETARY FUNDS, (continued)

Enterprise Funds - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the Board 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 Board 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 Board's Enterprise Fund is comprised of the Food Service Fund.

FIDUCIARY FUNDS

Fiduciary Fund - Fiduciary Fund reporting focuses on net assets and changes in net assets. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. Fiduciary Funds include Unemployment Compensation Insurance, the Memorial Funds, Student Activities Fund and Payroll Agency Fund.

B. Measurement Focus

District-wide Financial Statements

The District-wide statements (i.e., the statement of net assets and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net assets, except for fiduciary funds.

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 District-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.

Like the District-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the Board finances and meets the cash flow needs of its proprietary activities.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The District-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year.

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: ad valorem property taxes, tuition, unrestricted grants and interest.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D. Budgets/Budgetary Control

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendents office for approval. 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. 6A:23-2(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. The Board of Education did not make any additional appropriations during the year.

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 accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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.

E. Encumbrances

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

Open encumbrances in the special revenue fund, for which the Board 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.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

F. Cash, Cash Equivalents and Investments

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

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

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

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

G. Tuition Revenues/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.

H. Inventories

On District-wide financial statements, inventories are presented at cost, which approximates market on a first-in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2010 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

J. Short-Term Interfund Receivables/Payables

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

K. Capital Assets

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the district -wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activity column of the District-wide statement of net assets and in the fund.

All capital assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at their estimated fair market value on the date received. The Board maintains a capitalization threshold of $2,000.00. The Board does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value fo the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activity Estimated Lives
Sites and Improvements	20 years	N/A
Buildings and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

L. 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 Board 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 Board and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

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

M. Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Deferred revenue in the special revenue fund represents cash that has been received but not yet earned. See Note 2(E) regarding the special revenue fund.

N. Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds, long-term obligations, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

O. Fund Balance Reserves

The Board reserves those portions of fund equity 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 expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, capital reserve and excess surplus.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

P. 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 Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Q. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

S. Allocation of Indirect 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. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. 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. TPAF on-behalf contributions and changes in compensated absences have not been allocated and have been reported as unallocated benefits on the Statement of Activities. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities as unallocated depreciation. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

T. Use of Estimates

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2010, $-0- of the District's bank balance of $2,277,794 was exposed to custodial credit risk.

Investments

Investment Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

Credit Risk

New Jersey Statutes 18A:20-37 limits school district investments to those specified in the Statutes. The type of allowance investments are Bonds of the United States of America, bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located: obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer.

NOTE 4. RECEIVABLES

Receivables at June 30, 2010, consisted of accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of receivables follows:

	Governmental Fund Financial Statements	Enterprise Fund	District Wide Financial Statements
State Aid	$6,034,900	$475	$6,035,375
Federal Aid	499,264	4,928	504,192
Other	140,425		140,425
Interfunds	1,258,121	67,983	67,983
Gross Receivables	7,932,710	73,386	6,747,975
Less: Allowance for Uncollectibles			
Total Receivables, Net	$7,932,710	$73,386	$6,747,975

NOTE 5. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at June 30, 2010, consist of the following:

$67,983	Due to the Food Service Fund from the General Fund for subsidy reimbursements received but not turned over.
13,068	Due to the Unemployment Compensation Trust Fund from the Payroll Agency Fund for employee withholdings.
596,905	Due to the Debt Service Fund from the Capital Projects Fund for interest earned on investments in the Capital Projects Fund.
15,125	Due to the Debt Service Fund from the Capital Projects Fund for premium on notes.
513,478	Due to the General Fund from the Capital Projects Fund for payment of loan.
129,841	Due to the General Fund from the Capital Projects Fund for expense reimbursements.
2,772	Due to the General Fund from the Special Revenue Fund for prior years Distance Learning Network Aid deferred revenue.
$1,339,172	

It is anticipated that all interfunds will be liquidated during the fiscal year.

NOTE 6. CAPITAL ASSETS

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

	Balance 6/30/09	Additions	Deductions	Balance 6/30/10
Governmental Activities				
Capital Assets That Are Not Being Depreciated:				
Land	$4,425,700	$	$	$4,425,700
Total Capital Assets, Not Being Depreciated	4,425,700			4,425,700
Building and building improvements	43,924,053			43,924,053
Machinery and equipment	7,151,204	197,730		7,348,934
Totals at Historical Cost	51,075,257	197,730		51,272,987
Less Accumulated Depreciation For:				
Buildings and Improvements	(12,113,480)	(981,802)		(13,095,282)
Equipment	(5,224,219)	(412,548)		(5,636,767)
Total Accumulated Depreciation	(17,337,699)	(1,394,350)		(18,732,049)
Total Capital Assets, Being Depreciated, Net of Accumulated Depreciation	33,737,558	(1,196,620)		32,540,938
Governmental Activities Capital Assets, Net	$38,163,258	($1,196,620)	$	$36,966,638
Business-Type Activity				
Equipment	526,354	3,252		529,606
Less Accumulated Depreciation For:				
Equipment	(365,533)	(21,831)		(387,364)
Business-Type Activity Capital Assets, Net	$160,821	($18,579)	$	$142,242

Depreciation expense was not allocated to governmental functions. It appears on the statement of activities as "unallocated depreciation".

NOTE 7. LONG-TERM OBLIGATIONS

Changes in long-term obligations for the fiscal year ended June 30, 2010 are as follows:

	Balance June 30, 2009	Issued	Retired	Balance June 30, 2010	Amounts Due Within One Year
Bonds payable	$24,209,000	$	$1,460,000	$22,749,000	$1,580,000
Compensated absences payable	795,884	121,325	86,410	830,799	
	$25,004,884	$121,325	$1,546,410	$23,579,799	$1,580,000

NOTE 7. LONG-TERM OBLIGATIONS,(continued)

A. Bonds Payable:

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

Outstanding bonds payable at June 30, 2010 consisted of the following:

Issue	Issue Date	Interest Rates	Date of Maturity	Principal Balance June 30, 2010
Refunding School Bonds	5/15/02	3.5%-5.0%	7/15/2016	$4,330,000
School Bond	12/15/03	3.0%-4.5%	1/15/2024	18,419,000
				$22,749,000

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

Year Ending June 30,	Principal	Interest	Total
2011	$1,580,000	$962,735	$2,542,735
2012	1,650,000	895,004	2,545,004
2013	1,695,000	822,779	2,517,779
2014	1,735,000	748,804	2,483,804
2015	1,780,000	675,294	2,455,294
2016-2020	7,845,000	2,347,401	10,192,401
2021-2024	6,464,000	738,173	7,202,173
	$22,749,000	$7,190,190	$29,939,190

B. Bonds Authorized But Not Issued:

As of June 30, 2010 the Board has no authorized but not issued bonds.

C. Capital Leases:

The District had no capital leases outstanding at June 30, 2010.

NOTE 8. TEMPORARY NOTES

The District issued temporary notes to fund various capital projects in anticipation of the receipt of Educational Facilities Construction and Financing Act reimbursements. The term of the notes cannot exceed one year but the note may be renewed from time to time for a period not exceeding one year.

One June 30, 2010, the District had $2,500,000 in outstanding temporary notes due on July 29, 2010 at a rate of 3.00%. At maturity, $2,500,000 was rolled over.

NOTE 9. OPERATING LEASES

The District has commitments to lease certain office equipment under operating leases that expire in 2012. Total operating lease payments made during the year ended June 30, 2010 were $148,042. Future minimum lease payments are as follows:

Year ending June 30,	Amount
2011	$72,756
2012	55,444
2013	51,600
2014	23,775
2015	4,900
Total future minimum lease payments	$208,475

NOTE 10. PENSION PLANS

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

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

NOTE 10. PENSION PLANS, (continued)

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.

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.

Significant Legislation- - Chapter 108, P.L. 2003, effective July 1, 2003 provided that the State Treasurer shall reduce the normal and accrued liability contributions payable by employers other than the State, excluding the contribution payable from the benefit enhancement fund, to a percentage of the amount certified annually by the retirement system, which for PERS will be as follows: for payments due in the State fiscal year ending June 30, 2005, 20 percent; for payments due in the State fiscal year ending June 30, 2006, not more than 40 percent; for payments due in the State fiscal year ending June 30, 2007, not more than 60 percent; and for payments due in the State fiscal year ending June 30, 2008, not more than 80 percent.

Chapter 42, P.L. 2002 permitted local government units to issue refunding bonds to retire unfunded accrued liability resulting from early retirement benefits under PERS and TPAF, effective July 12, 2002.

Contribution Requirements - The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The pension funds provide for employee contributions based on 5.0% for PERS and 5.0% for TPAF of the employee's annual compensation, as defined through June 30, 2007. Under Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, the PERS and employee contribution rate will increase to 5.5 percent effective July 1, 2007. Employers are required to contribute at an actuarially determined rate in all Funds except the SACT. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and TPAF. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums.

NOTE 10. PENSION PLANS, (continued)

During the year ended June 30, 2010 for TPAF, which is a cost sharing plan with special funding situations, annual pension cost equals annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997. TPAF employer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997.

The Board's contribution to PERS, equal to the required contributions for each year, were as follows:

Year Ending	
6/30/10	$465,843
6/30/09	407,911
6/30/08	290,422

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal and post retirement benefits were as follows:

Year Ending	Pension Contributions	Post-Retirement Medical Contributions	NCGI Premium
6/30/10	$	$1,404,698	$74,792
6/30/09		1,376,984	72,179
6/30/08	1,535,638	1,681,087	71,394

During the fiscal year ended June 30, 2010, the State of New Jersey contributed $1,479,490 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $1,754,486 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 district-wide financial statements, and fund based statements as revenues and expenditures in accordance with GASB 24.

NOTE 11. POST-RETIREMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pension and Annuity Fund (TPAF) and the 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 P.L. 1994 Chapter 62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994.

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

NOTE 12. DEFERRED COMPENSATION

The Board offers its employees a choice of the following 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:

AIM Fund Services
American United Life
Guardian Insurance
Mass Mutual
Metropolitan Life
Paul Revere
Valic
Equitable
MFS Funds
Lincoln
Merrill Lynch
Travlers
Union Central Life

NOTE 13. RISK MANAGEMENT

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

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

NOTE 13. RISK MANAGEMENT, (continued)

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverages.

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

Fiscal Year	Interest Earnings/ District Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2009-2010	$-0-	$45,907	$129,103	$72,024
2008-2009	-0-	45,455	26,368	155,220
2007-2008	-0-	43,155	4,224	136,133

NOTE 14. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Ramsey Board of Education by inclusion of $502,000 on September 26, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

NOTE 14. CAPITAL RESERVE ACCOUNT, (continued)

The activity of the capital reserve for the July 1, 2009 to June 30, 2010 fiscal year is as follows:

Beginning balance, July 1, 2009		$444,890
Increased by:		
Deposit Approved by Resolution June 22, 2010	$200,000	
Transferred from Capital Projects	10,077	
		210,077
		654,967
Decreased by:		
Transferred to Capital Projects		62,076
Ending balance, June 30, 2010		$592,891

NOTE 15. FUND BALANCE APPROPRIATED

General Fund [Exhibit B-1] - Of the $4,461,956 General Fund fund balance at June 30, 2010, $-0- is reserved for encumbrances; $2,852,204 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 ($2,011,865 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2011); $592,891 has been reserved in the Capital Reserve Account; and $1,016,861 is unreserved and undesignated.

Debt Service Fund - The Debt Service Fund fund balance at June 30, 2010 of $19,345 is unreserved and undesignated.

NOTE 16. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701) the designation for Reserved Fund Balance — Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2010 is $2,852,204. Of this amount, $840,339 is the result of current year operations.

NOTE 17. INVENTORY

Inventory in the Food Service Fund at June 30, 2010 consisted of the following:

Food	$1,416
Supplies	413
	$1,829

The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by USDA. It is valued at estimated market prices by USDA. The amount of unused commodities at year end is reported on Schedule A as deferred revenue.

NOTE 18. CONTINGENT LIABILITIES

Grant Programs - The school district participates in federally 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.

Litigation - The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
General Fund:					
Revenues from Local Sources:					
Local Tax Levy	43,243,170		43,243,170	43,243,170	
Tuition	1,549,563		1,549,563	1,690,798	141,235
Transportation Fees from Individuals	7,000		7,000	15,830	8,830
Interest Earned on Capital Reserve Funds	50		50		(50)
Other Restricted Miscellaneous Revenues	73,208		73,208		(73,208)
Unrestricted Miscellaneous Revenues	92,487		92,487	270,556	178,069
Total - Local Sources	44,965,478		44,965,478	45,220,354	254,876
Revenues from State Sources:					
Categorical Special Education Aid	1,567,396		1,567,396	1,145,025	(422,371)
Categorical Security Aid	220,772		220,772	143,502	(77,270)
Categorical Transportation Aid	403,035		403,035	261,973	(141,062)
Extraordinary Aid	250,000		250,000	453,894	203,894
Nonpublic Transportation				6,061	6,061
On-behalf TPAF pension Contributions (non-budgeted)				1,404,698	1,404,698
On-behalf NCGI Premium (non-budgeted)				74,792	74,792
Reimbursed TPAF Social Security Contributions (non-budgeted)				1,754,486	1,754,486
Total - State Sources	2,441,203		2,441,203	5,244,431	2,803,228
Revenues from Federal Sources:					
Special Education Medicaid Initiative	330		330	4,581	4,251
Total - Federal Sources	330		330	4,581	4,251
TOTAL REVENUES	47,407,011		47,407,011	50,469,366	3,062,355
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool - Salaries of Teachers	46,365	(41,000)	5,365	4,493	872
Kindergarten - Salaries of Teachers	470,633	108,000	578,633	521,765	56,868
Grades 1-5 - Salaries of Teachers	4,299,795	190,000	4,489,795	4,489,058	737
Grades 6-8 - Salaries of Teachers	3,960,232	(57,000)	3,903,232	3,900,816	2,416
Grades 9-12 - Salaries of Teachers	6,209,119		6,209,119	6,187,851	21,268
Regular Programs - Home Instruction:					
Salaries of Teachers	55,000	26,500	81,500	81,235	265
Purchased Professional-Educational Services		6,400	6,400	5,715	685
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	58,081		58,081	37,340	20,741
Purchased Professional-Educational Services	63,900	18,000	81,900	79,185	2,715
Other Purchased Services (400-500 series)	78,686	(1,352)	77,334	59,763	17,571
General Supplies	263,748	(24,674)	239,074	224,556	14,518
Textbooks	236,703	(87,649)	149,054	143,465	5,589
Other Objects	6,683		6,683	3,870	2,813
TOTAL REGULAR PROGRAMS - INSTRUCTION	15,748,945	137,225	15,886,170	15,739,112	147,058
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities					
Salaries of Teachers	572,022	136,600	708,622	700,577	8,045
Other Salaries for Instruction	452,124	109,000	561,124	556,691	4,433
General Supplies	10,283		10,283	8,804	1,479
Total Neurologically Impaired	1,034,429	245,600	1,280,029	1,266,072	13,957
Multiple Disabilities					
Salaries of Teachers	184,498	5,000	189,498	146,618	42,880
Other Salaries for Instruction	159,368	25,000	184,368	178,289	6,079
Other Purchased Services (400-500 Series)	27		27	26	1
General Supplies	3,658	700	4,358	4,271	87
Total Multiple Disabilities	347,551	30,700	378,251	329,204	49,047
Resource Room/Resource Center:					
Salaries of Teachers	2,085,062	217,400	2,302,462	2,302,286	176
Other Salaries for Instruction	143,745	(33,000)	110,745	97,102	13,643
Other Purchased Services (400-500 Series)	1,977		1,977	1,851	126
General Supplies	32,949	(6,000)	26,949	24,880	2,069
Textbooks	8,240	(1,000)	7,240	5,409	1,831
Other Objects	89		89		89
Total Resource Room/Resource Center	2,272,062	177,400	2,449,462	2,431,528	17,934

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Part-Time:					
Salaries of Teachers	248,346	(102,000)	146,346	121,495	24,851
Other Salaries for Instruction	28,430	114,000	142,430	141,277	1,153
General Supplies	294		294		294
Total Preschool Disabilities - Part Time	277,070	12,000	289,070	262,772	26,298
Preschool Disabilities- Full-Time:					
Salaries of Teachers	91,132	(4,000)	87,132	86,898	234
Other Salaries for Instruction	141,989	89,000	230,989	229,172	1,817
General Supplies	3,011		3,011	2,676	335
Total Preschool Disabilities - Full-Time	236,132	85,000	321,132	318,746	2,386
Home Instruction:					
Salaries of Teachers	55,000	(30,000)	25,000	22,486	2,514
Total Home Instruction	55,000	(30,000)	25,000	22,486	2,514
TOTAL SPECIAL EDUCATION - INSTRUCTION	4,222,244	520,700	4,742,944	4,630,808	112,136
Basic Skills/Remedial - Instruction					
Salaries of Teachers	742,397	(29,000)	713,397	713,367	30
General Supplies	5,356		5,356	4,238	1,118
Total Basic Skills/Remedial - Instruction	747,753	(29,000)	718,753	717,605	1,148
Bilingual Education - Instruction					
Salaries of Teachers	147,450		147,450	147,268	182
General Supplies	2,322	(922)	1,400	349	1,051
Textbooks	1,300		1,300	160	1,140
Total Bilingual Education - Instruction	151,072	(922)	150,150	147,777	2,373
School-Sponsored Cocurricular Activities - Instruction					
Salaries	173,495	26,000	199,495	198,767	728
Purchased Services (300-500 series)	32,188		32,188	31,887	301
Supplies and Materials	5,400	4,000	9,400	9,234	166
Other Objects	2,460		2,460	1,948	512
Total School-Sponsored Cocurricular Activities - Instruction	213,543	30,000	243,543	241,836	1,707
School-Sponsored Athletics - Instruction					
Salaries	461,194	6,000	467,194	466,817	377
Purchased Services (300-500 series)	86,941	(3,705)	83,236	77,416	5,820
Supplies and Materials	30,431	4,105	34,536	34,527	9
Other Objects	21,565		21,565	21,490	75
Total School-Sponsored Athletics - Instruction	600,131	6,400	606,531	600,250	6,281
TOTAL INSTRUCTION	21,683,688	664,403	22,348,091	22,077,388	270,703
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Special	373,190	72,400	445,590	443,394	2,196
Tuition to County Voc. School Dist. - Regular	92,590		92,590	84,920	7,670
Tuition to County Voc. School Dist. - Special	25,000	18,000	43,000	40,340	2,660
Tuition to CSSD & Regional Day Schools	808,151	(200,000)	608,151	607,683	468
Tuition to Private Schools for the Disabled Within State	1,286,132	(240,190)	1,045,942	586,653	459,289
Tuition to Private School Disabled & Other LEAs - Spl, O/S State	102,313	65,000	167,313	143,026	24,287
Tuition - Other	37,925	1,075	39,000	39,000	
Total Undistributed Expenditures - Instruction:	2,725,301	(283,715)	2,441,586	1,945,016	496,570
Undistributed Expend. - Attend. & Social Work					
Salaries	46,406		46,406	45,225	1,181
Total Undistributed Expend. - Attend. & Social Work	46,406		46,406	45,225	1,181
Undist. Expend. - Health Services					
Salaries	379,927	(11,000)	368,927	368,659	268
Purchased Professional and Technical Services		1,950	1,950	1,905	45
Other Purchased Services (400-500 Series)	522	30	552	520	32
Supplies and Materials	11,274	(5)	11,269	9,795	1,474
Other Objects	236		236	148	88
Total Undistributed Expenditures - Health Services	391,959	(9,025)	382,934	381,027	1,907
Undist. Expend. - Other Supp. Serv. Students - Related Serv.					
Salaries	603,401	7,100	610,501	579,123	31,378
Supplies and Materials	2,971		2,971	2,576	395
Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.	606,372	7,100	613,472	581,699	31,773

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Other Supp. Serv. Students - Extra Serv.					
Salaries	411,579	(23,000)	388,579	388,304	275
Purchased Professional - Educational Services	353,596	(19,540)	334,056	332,113	1,943
Total Undist. Expend. - Other Supp. Serv. Students - Extra Serv.	765,175	(42,540)	722,635	720,417	2,218
Undist. Expend. - Other Supp. Serv. Students-Regular					
Salaries of Other Professional Staff	819,873	36,000	855,873	854,846	1,027
Salaries of Secretarial and Clerical Assistants	199,702	1,000	200,702	200,537	165
Purchased Professional - Educational Services		8,500	8,500	8,500	
Other Purchased Professional and Technical Services	58,487	(8,000)	50,487	49,712	775
Other Purchased Services (400-500 Series)	6,775		6,775	2,684	4,091
Supplies and Materials	21,729	(3,000)	18,729	18,405	324
Other Objects	880		880	585	295
Total Undist. Expend. - Other Supp. Serv. Students-Regular	1,107,446	34,500	1,141,946	1,135,269	6,677
Undist. Expend. - Other Supp. Serv. Students-Special					
Salaries of Other Professional Staff	1,055,732	(21,000)	1,034,732	1,034,562	170
Salaries of Secretarial and Clerical Assistants	106,900	9,500	116,400	115,719	681
Other Purchased Professional and Technical Services	78,400	15,100	93,500	92,017	1,483
Misc. Pur Services (400-500 Series)	4,351	2,700	7,051	6,229	822
Supplies and Materials	59,781	(16,000)	43,781	43,598	183
Other Objects	6,084	(4,500)	1,584	1,184	400
Total Undist. Expend. - Other Supp. Serv. Students-Special	1,311,248	(14,200)	1,297,048	1,293,309	3,739
Undist. Expend. - Improvement of Instructional Services					
Salaries of Supervisors of Instruction	79,364		79,364	78,856	508
Salaries of Other Professional Staff	25,000		25,000	23,310	1,690
Purchased Prof-Ed Services	10,000	(1,000)	9,000	6,575	2,425
Supplies and Materials	13,700	1,000	14,700	9,444	5,256
Total Undist. Expend. - Improvement of Inst. Services	128,064		128,064	118,185	9,879
Undist. Expend. - Educational Media Serv./Sch. Library					
Salaries	655,835	43,800	699,635	693,673	5,962
Salaries of Technology Coordinators	86,022	1,200	87,222	87,150	72
Other Purch Services (400-500)	31,205	195	31,400	31,330	70
Supplies and Materials	507,340	(18,000)	489,340	468,200	21,140
Other Objects	570	5	575	575	
Total Undist. Expend. - Educational Media Serv./Sch. Library	1,280,972	27,200	1,308,172	1,280,928	27,244
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Other Professional Staff		1,000	1,000	333	667
Other Purchased Services (400-500 Series)	25,500	(100)	25,400	24,684	716
Other Objects	340	100	440	403	37
Total Undist. Expend. - Instructional Staff Training Serv.	25,840	1,000	26,840	25,420	1,420
Undist. Expend. - Supp. Serv. - General Administration					
Salaries	509,167	(8,000)	501,167	495,959	5,208
Legal Services	60,000		60,000	32,732	27,268
Audit Fees	27,800	450	28,250	28,250	
Architectural/Engineering Services	66,760	31,050	97,810	29,154	68,656
Other Purchased Professional Services	113,495	(8,650)	104,845	69,583	35,262
Purchased Technical Services	16,000	1,000	17,000	16,794	206
Communications/Telephone	101,040	(24,000)	77,040	57,909	19,131
BOE Other Purchased Services	8,500		8,500	2,114	6,386
Other Purch Services (400-500 Series)	314,016	(65,200)	248,816	190,903	57,913
General Supplies	56,103		56,103	36,830	19,273
Judgements Against The School District	25,000	(25,000)			
Misc. Expenditures	6,500		6,500	5,061	1,439
BOE Membership Dues and Fees	31,305	(7,350)	23,955	23,949	6
Total Undist. Expend. - Supp. Serv. - General Administration	1,335,686	(105,700)	1,229,986	989,238	240,748
Undist. Expend. - Support Serv. - School Administration					
Salaries of Principals/Assistant Principals	1,016,983		1,016,983	1,016,982	1
Salaries of Secretarial and Clerical Assistants	711,835	(122,525)	589,310	581,173	8,137
Other Purchased Services (400-500 series)	91,779	(1,000)	90,779	87,324	3,455
Supplies and Materials	66,182	1,000	67,182	57,071	10,111
Other Objects	8,988		8,988	8,082	906
Total Undist. Expend. - Support Serv. - School Administration	1,895,767	(122,525)	1,773,242	1,750,632	22,610

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Serv. - Central Services					
Salaries	412,210	(32,400)	379,810	379,320	490
Purchased Professional Services	8,500		8,500	7,955	545
Misc. Pur Services (400-500 Series)	17,800	(4,000)	13,800	13,279	521
Supplies and Materials	13,710	3,000	16,710	16,297	413
Miscellaneous Expenditures	1,685		1,685	1,595	90
Total Undist. Expend. - Support Serv. - Central Services	453,905	(33,400)	420,505	418,446	2,059
Undist. Expend. - Admin Info. Technology					
Information Technology					
Purchased Technical Services	22,000	(4,500)	17,500	17,460	40
Total Undist. Expend. - Support Serv. - Administrative Information Technology	22,000	(4,500)	17,500	17,460	40
Undist. Expend. - Required Maint. for School Facilities (261)					
Salaries	355,297	(5,000)	350,297	330,691	19,606
Cleaning, Repair and Maintenance Services	216,552	(57,000)	159,552	159,487	65
General Supplies	25,800	(4,000)	21,800	17,978	3,822
Other Objects	16,343	(13,000)	3,343	2,500	843
Undist. Expend. - Required Maint. for School Facilities	613,992	(79,000)	534,992	510,656	24,336
Undist. Expend. - Oth. Oper. & Maint. of Plant (262)					
Salaries	1,396,137	56,000	1,452,137	1,449,596	2,541
Cleaning, Repair and Maintenance Services	95,958	13,300	109,258	108,497	761
Other Purchased Property Services	63,050	(20,500)	42,550	42,448	102
Insurance	203,000	11,000	214,000	213,550	450
Miscellaneous Purchased Services	5,540		5,540	2,228	3,312
General Supplies	204,640	(525)	204,115	199,037	5,078
Energy (Energy and Electricity)	558,600	50,500	609,100	553,974	55,126
Other Objects	10,648	8,525	19,173	18,630	543
Salaries of Non-Instructional Aides	246,109	15,000	261,109	260,252	857
Energy (Natural Gas)	423,000	(56,000)	367,000	337,051	29,949
Total Undist. Expend. - Other Oper. & Maint. Of Plant	3,206,682	77,300	3,283,982	3,185,263	98,719
Undist. Expend. - Care and Upkeep of Grounds (263)					
Salaries	168,619	(18,000)	150,619	150,064	555
Cleaning, Repair and Maintenance Services	35,070	29,500	64,570	63,241	1,329
General Supplies	68,439	(42,800)	25,639	23,631	2,008
Undist. Expend. - Care and Upkeep of Grounds	272,128	(31,300)	240,828	236,936	3,892
Undist. Expend. - Security (266)					
Cleaning, Repair and Maintenance Services	9,865		9,865	6,336	3,529
Undist. Expend. - Security	9,865		9,865	6,336	3,529
Undist. Expend. - Student Transportation Services (270)					
Salaries for Pupil Trans (Bet Home & Sch) - Regular	127,980	(44,000)	83,980	73,798	10,182
Salaries for Pupil Trans (Bet Home & Sch) - Sp Ed	62,184	37,000	99,184	96,301	2,883
Cleaning, Repair and Maintenance Services	30,000	(11,000)	19,000	11,383	7,617
Contract Services (Between Home & School)-Vendors	295,462	(38,275)	257,187	254,382	2,805
Contract Services (Other than Between Home & School)-Vendors	104,479	(3,924)	100,555	92,248	8,307
Contract Services (Sp. Ed. Students)-Vendors	1,176,000	(46,500)	1,129,500	1,081,153	48,347
Contract Services - Aid in Lieu Pymts - NonPub Sch.	55,000	(23,000)	32,000	31,529	471
Misc. Purchased Services - Transportation	4,200		4,200	1,710	2,490
Supplies and Materials	16,311	17,000	33,311	31,439	1,872
Total Undist. Expend. - Student Transportation Services	1,871,616	(112,699)	1,758,917	1,673,943	84,974
UNALLOCATED BENEFITS (291)					
Social Security Contributions	693,425	(75,000)	618,425	567,389	51,036
Other Retirement Contributions-Regular	449,865	22,000	471,865	471,272	593
Workmen's Compensation	175,267	(27,000)	148,267	148,267	
Health Benefits	6,181,244	55,000	6,236,244	6,232,957	3,287
Tuition Reimbursement	115,000	10,000	125,000	124,584	416
Other Employee Benefits	61,900	15,000	76,900	75,745	1,155
TOTAL UNALLOCATED BENEFITS	7,676,701		7,676,701	7,620,214	56,487
On-behalf TPAF pension Contributions (non-budgeted)				1,404,698	(1,404,698)
On-behalf NCGI Premium (non-budgeted)				74,792	
Reimbursed TPAF Social Security Contributions (non-budgeted)				1,754,486	(1,754,486)
TOTAL ON-BEHALF CONTRIBUTIONS				3,233,976	(3,233,976)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	7,676,701		7,676,701	10,854,190	(3,177,489)
TOTAL UNDISTRIBUTED EXPENDITURES	25,747,125	(691,504)	25,055,621	27,169,595	(2,113,974)
TOTAL GENERAL CURRENT EXPENSE	47,430,813	(27,101)	47,403,712	49,246,983	(1,843,271)

Exhibit C-1

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY					
Equipment					
Undist. Expend.-Support Serv. - Inst. Staff		3,249	3,249	3,249	
Total Equipment		3,249	3,249	3,249	
TOTAL CAPITAL OUTLAY		3,249	3,249	3,249	
TOTAL EXPENDITURES	47,430,813	(23,852)	47,406,961	49,250,232	(1,843,271)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,802)	23,852	50	1,219,134	1,219,084
Other Financing Sources/(Uses):					
Operating Transfers Out:					
Capital Reserve - Transfer to Capital Projects				(62,076)	62,076
Operating Transfer In				10,077	(10,077)
Cpaital Projects - Transfer to Capital Reserve				(51,999)	51,999
Total Other Financing Sources/(Uses):					
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(23,802)	23,852	50	1,167,135	1,271,083
Fund Balance, July 1	3,409,482		3,409,482	3,409,482	
Fund Balance, June 30	3,385,680	23,852	3,409,532	4,576,617	1,271,083
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Adjustment for Prior Year Encumbrances	(23,852)	23,852			
Increase in Capital Reserve:					
Interest Deposit to Capital Reserve	50		50		50
Budgeted Fund Balance				1,167,135	1,271,033
	(23,802)	23,852	50	1,167,135	1,271,083

Recapitulation:	
Capital Reserve	592,891
Excess Surplus	840,339
Excess Surplus - Designated for Subsequent Year's Expenditures	2,011,865
Unreserved - Undesignated Fund Balance	1,131,522
Total Fund Balance per Governmental Funds (Budgetary)	4,576,617
Recapitulation to Governmental Fund Statement (GAAP):	
Less: Last State Aid Payment not Recognized GAAP Basis	114,661
Total Fund Balance per Governmental Funds (GAAP)	4,461,956

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
Special Revenue Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	377,030	(42,733)	334,297	300,058	(34,239)
Federal Sources	785,341	805,416	1,590,757	1,510,499	(80,258)
Total Revenues	1,162,371	762,683	1,925,054	1,810,557	(114,497)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	34,500	5,000	39,500	39,500	-
Purchased Professional and Technical Services	6,324	(6,324)		-	-
Other Purchased Services (400-500 series)	614,497	734,138	1,348,635	1,324,459	24,176
General Supplies	47,036	8,687	55,723	33,432	22,291
Textbooks	51,242	5,265	56,507	56,150	357
Total instruction	753,599	746,766	1,500,365	1,453,541	46,824
Support services:					
Personal Services - Employee Benefits	8,625	(725)	7,900	7,900	-
Purchased Professional - Educational Services	361,993	19,264	381,257	313,611	67,646
Other Purchased Services (400-500 series)	28,222	(3,703)	24,519	24,519	-
Supplies and Materials	9,932	1,081	11,013	10,986	27
Total support services	408,772	15,917	424,689	357,016	67,673
Total Expenditures	1,162,371	762,683	1,925,054	1,810,557	114,497
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

RAMSEY BOARD OF EDUCATION
Required Supplementary Information
Budgetary Comparison Schedule
Note to Required Supplementary Information
Fiscal Year Ended June 30, 2010

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

		General Fund	Special Revenue Fund
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]&[C-2]	50,469,366	1,810,557
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.			
The last state aid payment is recognized for GAAP Statements in the current year, previously recognized for budgetary purposes		106,861	
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).		(114,661)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	50,461,566	1,810,557
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]&[C-2]	49,250,232	1,810,557
Differences - budget to GAAP		NONE	NONE
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	49,250,232	1,810,557

SPECIAL REVENUE FUND

Exhibit E-1

RAMSEY BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2010

	Total Brought Forward (Ex. E-1a)	I.D.E.A Part B 2009-10 Basic	I.D.E.A Part B 2009-10 Preschool	A.R.R.A. - I.D.E.A Part B 2009-10 Basic	Title II, Part A Teacher & Principal Training & Recruiting	Totals 2010
REVENUES						
State Sources	300,058					300,058
Federal Sources	14,723	667,945	30,327	733,958	63,546	1,510,499
Total Revenues	314,781	667,945	30,327	733,958	63,546	1,810,557
EXPENDITURES:						
Instruction:						
Salaries of Teachers	5,000				34,500	39,500
Purchased Professional and Technical Services	-					-
Other Purchased Services (400-500 series)	-	590,045	25,165	709,249		1,324,459
General Supplies	8,723			24,709		33,432
Textbooks	56,150					56,150
Total instruction	69,873	590,045	25,165	733,958	34,500	1,453,541
Support services:						
Personal Services - Employee Benefits	1,000				6,900	7,900
Purchased Professional - Educational Services	243,908	64,541	5,162			313,611
Other Purchased Services (400-500 series)	-	13,359			11,160	24,519
Supplies and Materials	-				10,986	10,986
Total support services	244,908	77,900	5,162	-	29,046	357,016
Total Expenditures	314,781	667,945	30,327	733,958	63,546	1,810,557
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-

Exhibit E-1a

RAMSEY BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2010

	Total Brought Forward (Ex. E-1b)	Title III English Language Enhancement	Title IV, Safe & Drug Free Schools and Communities	N.J. Nonpublic Auxiliary Services, Chapter 192			Total Carried Forward
				Transportation	English as a Second Language	Compensatory Education	
REVENUES							
State Sources	193,316			26,680	2,030	78,032	300,058
Federal Sources	-	9,268	5,455				14,723
Total Revenues	193,316	9,268	5,455	26,680	2,030	78,032	314,781
EXPENDITURES:							
Instruction:							
Salaries of Teachers	-	5,000					5,000
Purchased Professional and Technical Services	-						-
Other Purchased Services (400-500 series)	-						-
General Supplies	-	3,268	5,455				8,723
Textbooks	56,150						56,150
Total instruction	56,150	8,268	5,455	-	-	-	69,873
Support services:							
Personal Services - Employee Benefits	-	1,000					1,000
Purchased Professional - Educational Services	137,166			26,680	2,030	78,032	243,908
Other Purchased Services (400-500 series)	-						-
Supplies and Materials	-						-
Total support services	137,166	1,000	-	26,680	2,030	78,032	244,908
Total Expenditures	193,316	9,268	5,455	26,680	2,030	78,032	314,781
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-

Exhibit E-1b

RAMSEY BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2010

	N.J. Nonpublic Handicapped Services, Chapter 193			N.J. Nonpublic Textbook Aid	Total Carried Forward
	Supplemental Instruction	Examination & Classification	Corrective Speech		
REVENUES					
State Sources	67,010	50,440	19,716	56,150	193,316
Federal Sources					-
Total Revenues	67,010	50,440	19,716	56,150	193,316
EXPENDITURES:					
Instruction:					
Salaries of Teachers					-
Purchased Professional and Technical Services					-
Other Purchased Services (400-500 series)					-
General Supplies					-
Textbooks				56,150	56,150
Total instruction	-	-	-	56,150	56,150
Support services:					
Personal Services - Employee Benefits					-
Purchased Professional - Educational Services	67,010	50,440	19,716		137,166
Other Purchased Services (400-500 series)					-
Supplies and Materials					-
Total support services	67,010	50,440	19,716	-	137,166
Total Expenditures	67,010	50,440	19,716	56,150	193,316
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

CAPITAL PROJECTS FUND

Exhibit F-1

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
Fiscal Year Ended June 30, 2010

Revenues and Other Financing Sources	
State Sources - SCC Grant	41,384
Bond proceeds and transfers	-
Transfers from Capital Reserve	62,076
Transfers from Capital Outlay	-
Premium on Notes	
Interest on Investments	1,895
	105,355
Expenditures and Other Financing Uses	
Purchased professional and technical services	-
Land and improvements	-
Construction services	89,000
Equipment purchases	-
Transfer to Capital Reserve	10,077
Transfer to Debt Service Fund	1,895
	100,972
Excess (deficiency) of revenues over (under) expenditures	4,383
Fund balance - beginning	47,084
Fund balance - ending	51,467
Recapitulation:	
Unrestricted Fund Balance	51,467
Reconciliation to Governmental Funds Statements (GAAP):	
SDA Grant Receivable not Recognized on GAAP Basis	(5,784)
Fund Balance per Governmental Funds	45,683

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	367,522		367,522	367,522
Bond proceeds and transfers	945,536		945,536	945,536
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	1,313,058	-	1,313,058	1,313,058
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services	1,302,981		1,302,981	1,302,981
Equipment purchases				
Transfer to Capital Reserve		10,077	10,077	10,077
	1,302,981	10,077	1,313,058	1,313,058
Excess (deficiency) of revenues over (under) expenditures	10,077	(10,077)	-	-
Additional project information:				
Project number	SP2502324			
Grant Date	8/5/2002			
Bond authorization date	N/A			
Bonds authorized	N/A			
Bonds issued	N/A			
Original authorization cost	1,313,059.00			
Additional authorized cost				
Revised authorized cost	1,313,059.00			
Percentage increase over original authorized cost	-			
Percentage completion	100%			
Original target completion date	June 2003			
Revised target completion date	June 2003			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	309,491		309,491	309,491
Bond proceeds and transfers	2,057,660		2,057,660	2,057,660
Transfers from Capital Reserve			-	
Transfers from Capital Outlay			-	
	2,367,151	-	2,367,151	2,367,151
Expenditures and Other Financing Uses				
Purchased professional and technical services	227,772		227,772	227,772
Land and improvements			-	-
Construction services	2,139,379		2,139,379	2,139,379
Equipment purchases			-	-
	2,367,151	-	2,367,151	2,367,151
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-

Additional project information:

Project number	4310-070-03-1049
Grant Date	9/23/2003
Bond authorization date	12/11/2003
Bonds authorized	23,434,000.00
Bonds issued	23,434,000.00
Original authorization cost	2,297,470.00
Additional authorized cost	69,681.00
Revised authorized cost	2,367,151.00
Percentage increase over original authorized cost	0.03
Percentage completion	100%
Original target completion date	June 2005
Revised target completion date	June 2005

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	1,194,641		1,194,641	1,194,641
Bond proceeds and transfers	2,303,411		2,303,411	2,303,411
Transfers from Capital Reserve			-	
Transfers from Capital Outlay			-	
	3,498,052	-	3,498,052	3,498,052
Expenditures and Other Financing Uses				
Purchased professional and technical services	463,939		463,939	463,939
Land and improvements			-	-
Construction services	3,034,113		3,034,113	3,034,113
Equipment purchases			-	-
	3,498,052	-	3,498,052	3,498,052
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-

Additional project information:	
Project number	4310-055-03-1048
Grant Date	9/23/2003
Bond authorization date	12/11/2003
Bonds authorized	23,434,000.00
Bonds issued	23,434,000.00
Original authorization cost	3,484,745.00
Additional authorized cost	13,307.00
Revised authorized cost	3,498,052.00
Percentage increase over original authorized cost	0.00
Percentage completion	100%
Original target completion date	October 2006
Revised target completion date	October 2006

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	552,603		552,603	552,603
Bond proceeds and transfers	4,671,696		4,671,696	4,671,696
Transfers from Capital Reserve			-	-
Transfers from Capital Outlay			-	-
	5,224,299	-	5,224,299	5,224,299
Expenditures and Other Financing Uses				
Purchased professional and technical services	424,331		424,331	424,331
Land and improvements			-	-
Construction services	4,787,641		4,787,641	4,799,968
Equipment purchases			-	-
	5,211,972	-	5,211,972	5,224,299
Excess (deficiency) of revenues over (under) expenditures	12,327	-	12,327	-
Additional project information:				
Project number	4310-050-03-1051			
Grant Date	9/23/2003			
Bond authorization date	12/11/2003			
Bonds authorized	23,434,000.00			
Bonds issued	23,434,000.00			
Original authorization cost	4,542,187.00			
Additional authorized cost	682,112.00			
Revised authorized cost	5,224,299.00			
Percentage increase over original authorized cost	0.15			
Percentage completion	100%			
Original target completion date	September 2006			
Revised target completion date	September 2006			

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
Other Improvements
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	3,706,560		3,706,560	3,706,560
Bond proceeds and transfers	14,401,458		14,401,458	14,401,458
Transfers from Capital Reserve			-	
Transfers from Capital Outlay			-	
	18,108,018	-	18,108,018	18,108,018
Expenditures and Other Financing Uses				
Purchased professional and technical services	1,486,120		1,486,120	1,486,120
Land and improvements			-	-
Construction services	16,621,898		16,621,898	16,621,898
Equipment purchases			-	-
	18,108,018	-	18,108,018	18,108,018
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Additional project information:				
Project number	4310-060-03-1050			
Grant Date	9/23/2003			
Bond authorization date	12/11/2003			
Bonds authorized	23,434,000.00			
Bonds issued	23,434,000.00			
Original authorization cost	18,873,118.00			
Additional authorized cost	(765,100.00)			
Revised authorized cost	18,108,018.00			
Percentage increase over original authorized cost	(0.04)			
Percentage completion	100%			
Original target completion date	May 2006			
Revised target completion date	May 2006			

Exhibit F-1f

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
High School Building Partial Roof Replacement
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	98,116		98,116	98,116
Bond proceeds and transfers			-	-
Transfers from Capital Reserve	200,574		200,574	200,574
Transfers from Capital Outlay			-	-
	298,690	-	298,690	298,690
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services	274,010		274,010	298,690
Equipment purchases			-	-
	274,010	-	274,010	298,690
Excess (deficiency) of revenues over (under) expenditures	24,680	-	24,680	-
Additional project information:				
Project number	4190-050-05-1000-NE			
Grant Date	7/29/2005			
Bond authorization date				
Bonds authorized				
Bonds issued				
Original authorization cost	298,690.00			
Additional authorized cost				
Revised authorized cost	298,690.00			
Percentage increase over original authorized cost	-			
Percentage completion	92%			
Original target completion date	August 2007			
Revised target completion date				

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balances and Project Status-Budgetary Basis
High School PEC Sprinkler Systems
Fiscal Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant		41,384	41,384	41,384
Bond proceeds and transfers			-	-
Transfers from Capital Reserve		62,076	62,076	62,076
Transfers from Capital Outlay			-	-
	-	103,460	103,460	103,460
Expenditures and Other Financing Uses				
Purchased professional and technical services			-	-
Land and improvements			-	-
Construction services		89,000	89,000	103,460
Equipment purchases			-	-
	-	89,000	89,000	103,460
Excess (deficiency) of revenues over (under) expenditures	-	14,460	14,460	-

Additional project information:	
Project number	1310-050-090-1001-G02
Grant Date	6/19/2009
Bond authorization date	
Bonds authorized	
Bonds issued	
Original authorization cost	103,460.00
Additional authorized cost	
Revised authorized cost	103,460.00
Percentage increase over original authorized cost	-
Percentage completion	86%
Original target completion date	October 2010
Revised target completion date	

RAMSEY BOARD OF EDUCATION
Capital Projects Fund
Summary Statement of Project Expenditures
Fiscal Year Ended June 30, 2010

Project Title/Issue	Date	Appropriations	Expenditures to Date		Operating Transfer to Capital Reserve	Unexpended Balance June 30, 2010
			Prior Years	Current Year		
Wesley D. Tisdale Elementary School Building Addition	August 5, 2002	1,313,058	1,302,981		10,077	-
Mary A, Hubbard Elementary School Building Additions and Renovations	September 23, 2003	2,367,151	2,367,151			-
Eric S. Smith Middle School Building Additions and Renovations	September 23, 2003	3,498,052	3,498,052			-
Ramsey High School Building Additions and Renovations	September 23, 2003	5,224,299	5,211,972			12,327
John Y. Dater Elementary School Additions, Renovations and Construction of New School	September 23, 2003	18,108,018	18,108,018			-
Ramsey High School Building Partial Roof Replacement	July 29, 2005	298,690	274,010			24,680
Ramsey HS PEC Sprinkler Systems	June 19, 2009	103,460		89,000		14,460
		30,912,728	30,762,184	89,000	10,077	51,467

Analysis
Project Balance - June 30, 2010 51,467
Unfunded Authorizations

Fund Balance/(Deficit) - June 30, 2010 51,467

PROPRIETARY FUNDS

Exhibit G-1

RAMSEY BOARD OF EDUCATION
Combining Statement of Net Assets
Enterprise Funds
Fiscal Year Ended June 30, 2010

	Food Service Program	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	253,392	253,392
Accounts receivable:		
State	475	475
Federal	4,928	4,928
Interfund - General Fund	67,983	67,983
Inventories	1,828	1,828
Total current assets	328,606	328,606
Noncurrent assets:		
Capital assets:		
Equipment	529,606	529,606
Less accumulated depreciation	(387,364)	(387,364)
Total capital assets (net of accumulated depreciation)	142,242	142,242
Total assets	470,848	470,848
LIABILITIES		
Current liabilities:		
Accounts payable	38,195	38,195
Total current liabilities	38,195	38,195
Total liabilities	38,195	38,195
NET ASSETS		
Invested in capital assets net of related debt	142,242	142,242
Unrestricted	290,411	290,411
Total net assets	432,653	432,653

RAMSEY BOARD OF EDUCATION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Enterprise Funds
Fiscal Year Ended June 30, 2010

	Food Service Program	Totals
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	243,858	243,858
Daily sales - non-reimbursable programs	339,010	339,010
Special functions	109,600	109,600
Total operating revenues	692,468	692,468
Operating expenses:		
Cost of sales	297,661	297,661
Salaries	236,154	236,154
Benefits	62,444	62,444
Supplies and materials	28,690	28,690
Purchased property services	88,024	88,024
Cleaning repair & maintenance	71,422	71,422
Depreciation	21,831	21,831
Total Operating Expenses	806,226	806,226
Operating income (loss)	(113,758)	(113,758)
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	5,993	5,993
Federal sources:		-
National school lunch program	62,240	62,240
Food distribution program	19,792	19,792
Total nonoperating revenues (expenses)	88,025	88,025
Income (loss) before contributions & transfers	(25,733)	(25,733)
Transfers in (out)		
Change in net assets	(25,733)	(25,733)
Total net assets—beginning	458,386	458,386
Total net assets—ending	432,653	432,653

Exhibit G-3

RAMSEY BOARD OF EDUCATION
Combining Statement of Cash Flows
Enterprise Funds
Fiscal Year Ended June 30, 2010

	Food Service Program	Totals
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	692,468	692,468
Payments to employees	(236,154)	(236,154)
Payments to suppliers	(502,990)	(502,990)
Net cash provided by (used for) operating activities	(46,676)	(46,676)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	(3,252)	(3,252)
Net cash provided by (used for) capital and related financing activities	(3,252)	(3,252)
Net increase (decrease) in cash and cash equivalents	(49,928)	(49,928)
Balances—beginning of year	303,320	303,320
Balances—end of year	253,392	253,392
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(113,758)	(113,758)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		
Depreciation and net amortization	21,831	21,831
Food Distribution Program	19,792	19,792
(Increase) decrease in inventories	3,724	3,724
Increase (decrease) in accounts payable	21,735	21,735
Total adjustments	67,082	67,082
Net cash provided by (used for) operating activities	(46,676)	(46,676)

FIDUCIARY FUND

RAMSEY BOARD OF EDUCATION
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Unemployment Compensation Trust Fund	Private Purpose Funds	Agency Funds
ASSETS			
Cash and cash equivalents	78,617	71,680	692,283
Interfund Receivable	13,068		
Total assets	91,685	71,680	692,283
LIABILITIES			
Payable to student groups			507,606
Payroll deductions and withholdings			171,609
Contributions Pledged to Specific Awards		19,563	
Due to State of NJ	19,661		
Interfund Payable			13,068
Total liabilities	19,661	19,563	692,283
NET ASSETS			
Held in trust for unemployment claims and other purposes	72,024		
Reserved for scholarships		52,117	

RAMSEY BOARD OF EDUCATION
Combining Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
Fiscal Year Ended June 30, 2010

	Unemployment Compensation Trust Fund	Private Purpose Funds
ADDITIONS		
Contributions:		
Payroll withholdings	45,907	
Donations		8,475
Total Contributions	45,907	8,475
Investment earnings:		
Interest		439
Net investment earnings	-	439
Total additions	45,907	8,914
DEDUCTIONS		
Unemployment Claims	129,103	
Scholarships awarded		11,950
Total deductions	129,103	11,950
Change in net assets	(83,196)	(3,036)
Net assets—beginning of the year	155,220	55,153
Net assets—end of the year	72,024	52,117

RAMSEY BOARD OF EDUCATION
Student Activity Agency Fund
Schedule of Receipts and Disbursements
Fiscal Year Ended June 30, 2010

	Balance July 1, 2009	Cash Receipts	Cash Disbursed	Balance June 30, 2010
Elementary Schools:				
Wesley D. Tisdale School	(46)	34,210	30,739	3,425
Mary A. Hubbard School	1,776	24,492	25,379	889
John Y. Dater School	5,826	14,839	15,745	4,920
Total Elementary Schools	7,556	73,541	71,863	9,234
Middle School:				
Eric S. Smith School	28,475	86,149	89,746	24,878
Total Middle Schools	28,475	86,149	89,746	24,878
High School:				
High School	154,054	328,270	315,444	166,880
Total High Schools	154,054	328,270	315,444	166,880
Athletic Departments:				
Athletic Department	10	99,831	87,602	12,239
Total Athletic Department	10	99,831	87,602	12,239
Adult Education:				
Due to Nonsupportive Enrichment Adult Program	81,984	1,083,264	870,873	294,375
Total Adult Education	81,984	1,083,264	870,873	294,375
Total All Schools	$ 272,079	1,671,055	1,435,528	507,606

Exhibit H-4

RAMSEY BOARD OF EDUCATION
Payroll Agency Fund
Schedule of Receipts and Disbursements
Fiscal Year Ended June 30, 2010

	Balance July 1, 2009	Cash Receipts	Cash Disbursed	Balance June 30, 2010
Net Payroll	(1,000)	20,227,677	20,226,626	51
Payroll Deductions and Withholdings	249,864	13,447,981	13,526,287	171,558
Interfund Payable - General	359	167,362	167,721	-
Interfund Payable - UCI	13,979	45,907	46,818	13,068
	263,202	33,888,927	33,967,452	184,677

LONG-TERM DEBT

Exhibit I-1

RAMSEY BOARD OF EDUCATION
General Long-Term Debt Account Group
Schedule of Serial Bonds
June 30, 2010

Issue	Date of Loan	Amount of Loan	Principal Payment Date	Principal Payment Amount	Interest Rate	Balance, June 30, 2009	Issued	Retired	Balance, June 30, 2010
School Improvements	May 15, 2002	6,120,000	7/15/2010	605,000	4.25%	4,860,000		530,000	4,330,000
			7/15/2011	635,000	5.00%				
			7/15/2012	630,000	5.00%				
			7/15/2013	625,000	5.00%				
			7/15/2014	620,000	4.35%				
			7/15/2015	610,000	4.40%				
			7/15/2016	605,000	4.50%				
						4,860,000	-	530,000	4,330,000
School Improvements	December 15, 2003	23,434,000	1/15/11	975,000	4.00%	19,349,000		930,000	18,419,000
			1/15/12	1,015,000	4.00%				
			1/15/13	1,065,000	4.00%				
			1/15/14	1,110,000	4.00%				
			1/15/15	1,160,000	4.00%				
			1/15/16	1,210,000	4.00%				
			1/15/17	1,265,000	4.00%				
			1/15/18	1,325,000	4.125%				
			1/15/19	1,385,000	4.25%				
			1/15/20	1,445,000	4.25%				
			1/15/21	1,510,000	4.375%				
			1/15/22	1,580,000	4.40%				
			1/15/23	1,650,000	4.50%				
			1/15/24	1,724,000	4.50%				
						19,349,000	-	930,000	18,419,000
						$ 24,209,000	-	1,460,000	22,749,000

RAMSEY BOARD OF EDUCATION
Budgetary Comparison Schedule
Debt Service Fund
Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	2,556,156		2,556,156	2,556,156	-
				-	
Total - Local Sources	2,556,156	-	2,556,156	2,556,156	-
Total Revenues	**2,556,156**	-	**2,556,156**	**2,556,156**	-
EXPENDITURES:					
Regular Debt Service:					
Interest	1,101,041		1,101,041	1,101,041	-
Redemption of Principal	1,460,000		1,460,000	1,460,000	-
Total Regular Debt Service	2,561,041	-	2,561,041	2,561,041	-
Total expenditures	**2,561,041**	-	**2,561,041**	**2,561,041**	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,885)	-	(4,885)	(4,885)	-
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Project Fund				1,895	1,895
Total Other Financing Sources	-	-	-	1,895	1,895
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(4,885)	-	(4,885)	(2,990)	1,895
Fund Balance, July 1	22,335		22,335	22,335	
Fund Balance, June 30	17,450	-	17,450	19,345	1,895
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	(4,885)		(4,885)		4,885
Premium on Note					-
Interest Earned in Capital Project Fund		-		1,895	1,895
	(4,885)	-	(4,885)	1,895	6,780

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED)

Introduction to the Statistical Section

Financial Trends

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

Revenue Capacity

J-6 Assessed Value and Estimated Actual Value of Taxable Property
J-7 Direct and Overlapping Property Tax Rates
J-8 Principal Property Taxpayers
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Debt Capacity

J-10 Ratios of Outstanding Debt by Type
J-11 Ratios of General Bonded Debt Outstanding
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J-13 Legal Debt Margin Information

Demographic and Economic Information

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

Operating Information

J-16 Full-time Equivalent District Employees by Function/Program
J-17 Operating Statistics
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J-19 Schedule of Allowable Maintenance Expenditures by School Facility
J-20 Insurance Schedule

STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

J SERIES

Contents **Page**

Financial Trends

These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time. **J-1 to J-5**

Revenue Capacity

These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax. **J-6 to J-9**

Debt Capacity

These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future. **J-10 to J-13**

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place. **J-14 to J-15**

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs. **J-16 to J-20**

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (CAFR) for the relevant year. The district implemented GASB Statement 34 in the fiscal year ending June 30, 2003; schedules presenting district-wide information include information beginning in that year.

Exhibit J-1

Ramsey Board of Education
Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities								
Invested in capital assets, net of related debt	$ 1,638,719	$ 6,155,203	$ 9,885,447	$ 5,532,794	$ 12,143,452	$ 13,530,024	$ 13,954,258	$ 14,217,638
Restricted	48,381	28,331,405	21,141,355	7,451,798	2,499,439	1,727,240	2,550,026	3,510,123
Unrestricted	264,458	(23,500,500)	(18,477,198)	(74,303)	132,624	(134,265)	(450,212)	(264,084)
Total governmental activities net assets	$ 1,951,558	$ 10,986,108	$ 12,549,604	$ 12,910,289	$ 14,775,515	$ 15,122,999	$ 16,054,072	$ 17,463,677
Business-type activities								
Invested in capital assets, net of related debt	$ 12,285	$ 15,917	$ 13,179	$ 11,200	$ 182,956	$ 182,951	$ 160,821	$ 142,242
Restricted	-	-	-					
Unrestricted	109,411	130,068	138,095	167,834	230,380	269,281	297,565	290,411
Total business-type activities net assets	$ 121,696	$ 145,985	$ 151,274	$ 179,034	$ 413,336	$ 452,232	$ 458,386	$ 432,653
District-wide								
Invested in capital assets, net of related debt	$ 1,651,004	$ 6,171,120	$ 9,898,626	$ 5,543,994	$ 12,326,408	$ 13,712,975	$ 14,115,079	$ 14,359,880
Restricted	48,381	28,331,405	21,141,355	7,451,798	2,499,439	1,727,240	2,550,026	3,510,123
Unrestricted	373,869	(23,370,432)	(18,339,103)	93,531	363,004	135,016	(152,647)	26,327
Total district net assets	$ 2,073,254	$ 11,132,093	$ 12,700,878	$ 13,089,323	$ 15,188,851	$ 15,575,231	$ 16,512,458	$ 17,896,330

Source: CAFR Scehdule A-1

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Exhibit J-2

Ramsey Board of Education
Changes in Net Assets, Last Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses								
Governmental activities								
Instruction								
Regular	$ 12,785,347	$ 15,129,994	$ 16,031,506	$ 17,018,385	$ 18,031,316	$ 18,838,009	$ 19,400,100	$ 21,022,394
Special education	3,213,432	3,825,120	4,139,680	4,679,258	5,403,849	5,625,028	5,811,653	5,783,787
Other special education	668,463	1,054,325	1,009,161	1,107,254	865,571	1,208,876	1,237,458	1,044,853
Vocational	-	-	-					
Other instruction	635,019	774,213	808,374	846,843	930,976	973,365	1,046,027	1,046,586
Nonpublic school programs	-	-	-	-	-			
Adult/continuing education programs	-	-	-	-	-			
Support Services:								
Tuition	2,431,863	2,307,927	2,934,020	2,340,361	2,175,810	2,729,687	2,516,482	1,945,016
Student & instruction related services	4,172,388	4,950,260	4,962,306	6,070,875	6,122,216	6,303,710	6,910,938	7,041,305
General administrative services	964,034	1,957,986	1,420,368	1,322,446	1,346,644	1,118,308	1,500,420	1,114,013
School administrative services	1,621,917	1,162,769	1,816,910	2,243,484	2,211,433	2,232,781	2,397,196	2,152,701
Central services	-	-	353,886	414,089	369,167	472,582	492,412	513,877
Administrative information tech.	-	-	15,500	16,000	49,956	16,980	17,460	17,460
Business administrative services	369,927	464,538	-	-	-	-	-	
Plant operations and maintenance	2,856,455	3,188,947	3,525,517	3,866,368	4,256,897	4,388,776	4,196,998	4,319,354
Pupil transportation	1,198,928	1,296,040	1,470,713	1,500,168	1,577,582	1,775,989	1,702,849	1,716,737
Unallocated Benefits	5,877,636	2,924,179	3,103,813	3,602,241	5,059,233	5,144,653	3,230,696	3,268,891
Special Schools	-	-	-	-	-			
Charter Schools	-	-	-	-	-			
Capital outlay - non-depreciable	108,943	2,416,980	5,802	34,563	7,753	324,216	548	-
Interest on long-term debt	455,830	859,741	1,331,358	1,172,386	1,146,172	1,224,900	1,207,941	1,074,845
Unallocated depreciation	655,199	643,641	647,409	647,409	1,382,205	1,350,633	1,403,024	1,394,350
Total governmental activities expenses	38,015,381	42,956,660	43,576,323	46,882,130	50,936,780	53,728,493	53,072,202	53,456,169
Business-type activities:								
Food service	681,073	715,932	749,606	719,793	699,586	751,601	703,250	787,647
Child Care	-	-	-	-	-	-	-	-
Total business-type activities expense	681,073	715,932	749,606	719,793	699,586	751,601	703,250	787,647
Total district expenses	$ 38,696,454	$ 43,672,592	$ 44,325,929	$ 47,601,923.00	$ 51,636,366.00	$ 54,480,094.00	$ 53,775,452.00	$ 54,243,816.00
Program Revenues								
Governmental activities:								
Charges for services:								
Instruction (tuition)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Pupil transportation	-	-	-	-	-	-	-	-
Business and other support services	-	-	-	-	-	-	-	-
Operating grants and contributions	866,505	818,925	927,115	938,724	1,069,304	1,107,207	1,172,014	1,810,557
Capital grants and contributions	-	-	-	-	-	-	-	35,600
Total governmental activities program revenues	866,505	818,925	927,115	938,724	1,069,304	1,107,207	1,172,014	1,846,157

Exhibit J-2

Ramsey Board of Education
Changes in Net Assets, Last Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Business-type activities:								
Charges for services								
Food service	639,726	685,051	703,683	689,269	672,938	691,339	631,450	692,468
Child care	-	-	-	-	-			
Operating grants and contributions	47,959	55,170	51,212	58,284	64,139	74,103	75,486	88,025
Capital grants and contributions	-	-	-	-	-	-	-	-
Total business type activities program revenues	687,685	740,221	754,895	747,553	737,077	765,442	706,936	780,493
Total district program revenues	$ 1,554,190	$ 1,559,146	$ 1,682,010	$ 1,686,277	$ 1,806,381	$ 1,872,649	$ 1,878,950	$ 2,626,650
Net (Expense)/Revenue								
Governmental activities	$ (37,148,876)	$ (42,137,735)	$ (42,649,208)	$ (45,943,406)	$ (49,867,476)	$ (52,621,286)	$ (51,900,188)	$ (51,610,012)
Business-type activities	6,612	24,289	5,289	27,760	37,491	13,841	3,686	(7,154)
Total district-wide net expense	$ (37,142,264)	$ (42,113,446)	$ (42,643,919)	$ (45,915,646)	$ (49,829,985)	$ (52,607,445)	$ (51,896,502)	$ (51,617,166)
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Property taxes levied for general purposes, net	$ 31,144,069	$ 32,911,133	$ 34,181,499	$ 36,109,734	$ 39,011,486	$ 40,527,656	$ 41,700,559	$ 43,243,170
Taxes levied for debt service	777,252	765,527	2,553,451	2,398,810	2,190,293	2,305,310	2,354,723	2,556,156
Unrestricted grants and contributions	4,107,091	5,118,736	5,306,493	5,712,838	7,239,716	7,188,589	5,716,800	5,241,212
Tuition received	1,835,151	1,646,353	1,616,382	1,573,144	1,667,528	1,330,514	1,726,885	1,690,798
Transportation Fees	-	31,727	28,995	26,951	13,301	14,081	23,916	15,830
Payments in lieu of taxes	-	-	-	-	-	-		
Investment earnings	47,490	107,453	394,818	418,238	459,974	168,198	68,529	39,893
Miscellaneous income	87,410	82,936	131,066	64,376	121,476	52,217	876,956	232,558
State aid - State Facilities Grant	571,958	5,763,295	-	-	98,116	-	-	-
Transfers	-	-	-	-	-	-	-	-
Total governmental activities	38,570,421	46,427,160	44,212,704	46,304,091	50,801,890	51,586,565	52,468,368	53,019,617
Business-type activities:								
Investment earnings	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-
Total business-type activities	-	-	-	-	-	-	-	-
Total district-wide	$ 38,570,421	$ 46,427,160	$ 44,212,704	$ 46,304,091	$ 50,801,890	$ 51,586,565	$ 52,468,368	$ 53,019,617
Change in Net Assets								
Governmental activities	$ 1,421,545	$ 4,289,425	$ 1,563,496	$ 360,685	$ 934,414	$ (1,034,721)	$ 568,180	$ 1,409,605
Business-type activities	6,612	24,289	5,289	27,760	37,491	13,841	3,686	(7,154)
Total district	$ 1,428,157	$ 4,313,714	$ 1,568,785	$ 388,445	$ 971,905	$ (1,020,880)	$ 571,866	$ 1,402,451

Source: CAFR Schedule A-2

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Exhibit J-3

Ramsey Board of Education
Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
General Fund								
Reserved	$ 32,103	$ 908,334	$ 1,246,660	$ 1,174,224	$ 1,624,145	$ 1,390,115	$ 2,480,607	$ 3,445,095
Unreserved	1,008,548	1,272,408	1,595,971	1,142,449	1,311,080	1,130,015	822,014	1,016,861
Total general fund	$ 1,040,651	$ 2,180,742	$ 2,842,631	$ 2,316,673	$ 2,935,225	$ 2,520,130	$ 3,302,621	$ 4,461,956
All Other Governmental Funds								
Reserved	$ -	$ 3,248,150	$ 14,842,312	$ -	$ -	$ -	$ -	
Unreserved, reported in:								
Special revenue fund	(2,058)	-	-	-	-	-	-	
Capital projects fund	10,077	24,091,894	4,666,713	5,700,341	315,548	47,084	47,084	45,683
Debt service fund	6,201	83,027	385,670	577,233	559,746	290,041	22,335	19,345
Permanent fund	-	-	-	-	-	-	-	
Total all other governmental funds	$ 14,220	$ 27,423,071	$ 19,894,695	$ 6,277,574	$ 875,294	$ 337,125	$ 69,419	$ 65,028

Source: CAFR Schedule B-1

Note: GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Exhibit J-4

Ramsey Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Other Financing sources (uses)										
Bond proceeds						274,589				
Transfers in				83,027	302,643		285,159		17,450	74,048
Transfers out			(1,430,000)	-	-		(200,574)	4,885	(17,450)	(74,048)
Total other financing sources (uses)	-	-	(1,430,000)	83,027	302,643	274,589	84,585	4,885	-	-
Net change in fund balances	$ (536,976)	$ (1,151,470)	$ (520,494)	$ 1,218,975	$ 964,532	$ (334,395)	$ 601,065	$ (684,800)	$ 514,785	$ 1,154,944
Debt service as a percentage of noncapital expenditures	2.5%	2.3%	2.1%	1.9%	5.8%	5.2%	4.9%	4.8%	5.0%	4.8%

NOTE: Capital Projects Fund is not included as these expenditures vary substantially from year to year. The financial data presented would not be as meaningful for comparative purposes if these were included.
Source: CAFR Schedule B-2

Exhibit J-4

Ramsey Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Tax levy	$ 26,659,352	$ 28,495,910	$ 31,921,321	$ 33,676,660	$ 36,734,950	$ 38,508,544	$ 41,201,779	$ 42,832,966	$ 44,055,282	$ 45,799,326
Tuition charges	1,685,464	1,854,031	1,835,151	1,646,353	1,616,382	1,573,144	1,667,528	1,330,514	1,726,885	1,690,798
Transportation fees	1,170	1,753	14,740	31,727	28,995	26,951	13,301	14,081	23,916	15,830
Interest earned	243,386	64,856	47,490	24,426	92,175	143,649	174,815	163,313	68,529	39,893
Other Local Revenue	133,619	67,073	72,670	82,936	131,066	64,376	121,476	52,217	876,956	232,558
State sources	3,780,296	3,561,618	4,515,780	5,406,110	5,637,143	6,032,572	7,552,265	7,513,801	6,064,521	5,572,289
Federal sources	315,910	412,534	457,816	531,551	596,465	618,990	756,755	781,995	824,293	1,515,080
Total revenue	32,819,197	34,457,775	38,864,968	41,399,763	44,837,176	46,968,226	51,487,919	52,688,887	53,640,382	54,865,774
Expenditures										
Instruction										
Regular Instruction	12,662,844	13,249,353	12,785,347	13,075,099	13,718,693	14,455,060	15,020,131	15,835,712	16,191,526	17,192,653
Special education instruction	2,461,327	2,902,873	3,213,432	3,268,668	3,502,483	3,988,999	4,490,278	4,681,491	4,786,241	4,630,808
Other special instruction	415,403	503,740	668,463	897,620	850,803	926,447	839,054	1,001,460	1,015,953	865,382
Vocational education										
Other instruction	607,011	632,700	635,019	684,269	707,449	738,003	793,637	838,039	894,799	842,086
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Tuition	2,017,335	2,476,250	2,431,863	2,307,927	2,267,634	2,340,361	2,175,810	2,353,407	2,516,482	1,945,016
Attendance and social work serivces			43,404	37,879	37,879	40,556	41,774	43,168	44,177	45,225
Health services			298,889	293,961	275,211	298,739	300,730	333,112	353,605	381,027
Student & instruction related services	2,993,832	3,399,138	3,830,095	4,021,384	4,572,879	4,990,482	5,128,089	5,429,815	5,576,927	5,512,243
General administrative services	912,875	980,873	964,034	1,090,210	1,132,068	1,237,337	1,247,229	1,022,135	1,394,797	989,238
School Administrative services	1,472,733	1,534,432	1,621,917	1,699,708	1,756,572	1,925,361	1,885,035	1,882,569	2,003,181	1,750,632
Central services					353,886	351,014	369,167	399,437	411,991	418,446
Administrative information tech					15,500	16,000	49,956	16,980	17,460	17,460
Business administrative services	355,368	373,076	369,927	406,463						
Plant operations and maintenance	2,733,298	2,688,862	2,856,455	2,914,618	3,194,670	3,511,685	3,829,041	3,990,836	3,794,057	3,939,191
Pupil transportation	856,856	1,016,462	1,198,928	1,274,149	1,442,881	1,469,777	1,577,582	1,742,765	1,665,714	1,673,943
Unallocated employee benefits	2,666,551	3,014,526	3,689,304	4,344,339	4,787,102	5,379,646	5,774,215	6,274,272	6,563,083	7,620,214
TPAF Pension / Social Security	1,707,784	1,286,054	2,203,489	2,626,141	2,953,638	3,386,324	4,865,451	4,897,722	3,195,812	3,233,976
Special Schools						-	-	-		
Capital outlay	686,011	748,421	367,644	549,652	52,488	39,583	91,321	55,752	59,913	92,249
Special Revenue Fund										
Debt service:										
Principal	340,000	355,000	490,000	415,000	1,180,000	1,235,000	1,295,000	1,355,000	1,405,000	1,460,000
Interest and other charges	466,945	447,485	287,252	356,728	1,373,451	1,246,836	1,197,939	1,224,900	1,234,879	1,101,041
Total expenditures	33,356,173	35,609,245	37,955,462	40,263,815	44,175,287	47,577,210	50,971,439	53,378,572	53,125,597	53,710,830
Excess (Deficiency) of revenues over (under) expenditures	(536,976)	(1,151,470)	909,506	1,135,948	661,889	(608,984)	516,480	(689,685)	514,785	1,154,944

Exhibit J-5

Ramsey Board of Education
General Fund Other Local Revenue by Source
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Interest on Investments	Transportation Fees	Tuition Revenue	Rentals	Refund of Prior year Expenses	Cancellation of Prior Year Payable	Misc.	Total
2001	243,386	1,170	1,685,464	45,616			88,003	2,063,639
2002	64,856	1,753	1,854,031	26,633			40,440	1,987,713
2003	47,490	14,740	1,835,151	35,868			36,802	1,970,051
2004	24,426	31,727	1,646,353	27,844			55,092	1,785,442
2005	92,175	28,995	1,616,382	23,730	32,508		74,828	1,868,618
2006	143,649	26,951	1,573,144	23,670			40,706	1,808,120
2007	174,815	13,301	1,667,528		23,329		98,147	1,977,120
2008	163,313	14,081	1,330,514		20,668		31,549	1,560,125
2009	66,204	23,916	1,726,885		191,583	613,138	57,110	2,678,836
2010	37,998	15,830	1,690,798		95,738		136,820	1,977,184

Source: District Records

Ramsey Board of Education
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities [a]	Net Valuation Taxable	Total Direct School Tax Rate [b]	Estimated Actual (County Equalized Value)	% of Net Assessed to Estimated Full Cash Valuations
2001	$ 18,143,900	$1,072,374,358	$ 364,600	$ 2,300	$ 238,252,000	$ 88,760,400	$ 9,533,800	$1,427,431,358	$ -	$ 7,150,838	$1,434,582,196	1.979	$2,057,566,568	69.72%
2002	$ 20,529,000	$1,084,542,300			$ 250,421,100	$ 88,660,400	$ 9,533,800	$1,453,686,600	$ -	$ 6,894,048	$1,460,580,648	2.097	$2,275,651,986	64.18%
2003	$ 38,890,100	$2,086,219,600			$ 420,974,500	$ 126,977,100	$ 15,141,500	$2,688,202,800	$ -	$ 10,659,709	$2,698,862,509	1.125	$2,288,666,256	117.92%
2004	$ 41,065,700	$2,098,292,300	$ 567,500	$ 2,300	$ 420,091,200	$ 126,605,100	$ 15,103,500	$2,701,727,600	$ -	$ 10,713,396	$2,712,440,996	1.286	$2,539,910,325	106.79%
2005	$ 39,670,800	$2,116,832,400			$ 419,457,400	$ 124,301,100	$ 15,103,500	$2,715,365,200	$ -	$ 10,201,272	$2,725,566,472	1.377	$2,874,999,400	94.80%
2006	$ 39,249,900	$2,141,733,500			$ 421,916,900	$ 123,671,100	$ 14,643,500	$2,741,214,900	$ -	$ 8,139,736	$2,749,354,636	1.447	$3,253,420,657	84.51%
2007	$ 35,772,800	$2,155,684,500			$ 432,632,100	$ 123,671,100	$ 14,643,500	$2,762,404,000	$ -	$ 8,041,552	$2,770,445,552	1.555	$3,813,894,795	72.64%
2008	$ 46,368,500	$2,174,431,500			$ 434,209,900	$ 116,661,200	$ 14,643,500	$2,786,314,600	$ -	$ 7,737,523	$2,794,052,123	1.556	$3,562,143,515	78.44%
2009	$ 43,098,900	$2,206,335,300			$ 438,558,400	$ 110,771,900	$ 14,643,500	$2,807,409,000	$ -	$ 8,802,794	$2,816,211,794	1.599	$3,808,264,765	73.95%
2010	$ 39,244,200	$2,217,284,100	$ 787,700	$ 60,600	$ 437,542,800	$ 110,271,900	$ 14,643,500	$2,819,834,800	$ -	$ 8,679,688	$2,828,514,488	1.671	$3,820,525,750	74.03%

Source: Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per $100

Exhibit J-7

Ramsey Board of Education
Direct and Overlapping Property Tax Rates
Last Ten Years
(rate per $100 of assessed value)

Fiscal Year Ended Dec. 31,	Ramsey Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Borough of Ramsey	Bergen County	
2001	1.950	0.029	1.979	0.741	0.320	3.04
2002	2.070	0.027	2.097	0.748	0.345	3.19
2003	1.101	0.024	1.125	0.414	0.181	1.72
2004	1.263	0.023	1.286	0.428	0.196	1.91
2005	1.307	0.070	1.377	0.453	0.210	2.04
2006	1.379	0.068	1.447	0.477	0.218	2.14
2007	0.000	0.000	1.518	0.499	0.233	2.25
2008	1.496	0.059	1.555	0.519	0.256	2.33
2009	1.540	0.059	1.599	0.539	0.260	2.40
2010	1.578	0.093	1.671	0.558	0.265	2.49

Source: District Records and Municipal Tax Collector

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

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

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

Exhibit J-8

Ramsey Board of Education
Principal Property Taxpayers
Current Year and Eight Years Ago

	2009			2001		
Taxpayer	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Gabrellian Associates	$ 55,800,000	1	1.97%	$ 34,660,700	1	2.42%
Commercial Realty Enterprises	$ 32,675,000	2	1.16%	$ 19,949,300	2	1.39%
Realty Associates Fund VIII LP	$ 17,463,100	3	0.62%			
Krisujen Realty L.P.	$ 14,400,000	4	0.51%			
Triangle 17 Center LLC	$ 13,600,000	5	0.48%			
Franklin Associates				$ 11,250,000	3	0.78%
Minolta Corp. C/O Tax Mgr	$ 10,000,000	6	0.35%	$ 9,250,000	4	0.64%
Emmes Partners				$ 8,005,500	5	0.56%
Krisujen Realty L.P.	$ 10,196,000	7	0.36%			
Adventures in Recreation, Inc.	$ 9,125,000	8	0.32%			
Minolta Corp. C/O Tax Mgr				$ 6,895,000	6	0.48%
Kislevitz, C/O Hunter Group				$ 6,651,900	7	0.46%
Ramsey Associates				$ 6,222,000	8	0.43%
Ferncroft C/O H.W. Young & Assoc., Inc.	$ 9,002,600	9	0.32%	$ 5,860,000	9	0.41%
Okonite				$ 5,796,300	10	0.40%
Verizon Property Tax Dept	$ 8,679,688	10	0.31%			
Total	$ 180,941,388		6.40%	$ 114,540,700		7.97%

Net Assessed Valuation: $ 2,828,514,488

Source: Municipal Tax Assessor.

Exhibit J-9

Ramsey Board of Education
Property Tax Levies and Collections
Last Ten Years

Fiscal Year Ended Dec. 31,	Taxes Levied for the Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2000	26,419,546	26,419,546	100.00%	
2001	27,466,297	27,466,297	100.00%	
2002	29,298,395	29,298,395	100.00%	
2003	31,921,321	31,921,321	100.00%	
2004	33,676,660	33,676,660	100.00%	
2005	36,734,950	36,734,950	100.00%	
2006	39,740,679	39,740,679	100.00%	
2007	42,061,180	42,061,180	100.00%	
2008	43,462,518	43,461,518	100.00%	
2009	45,019,071	45,019,071	100.00%	

Source: Municipal Tax Collector

Exhibit J-10

Ramsey Board of Education
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income [a]	Per Capita [a]
	General Obligation Bonds [b]	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2001	8,160,000	-	-	-	-	8,160,000	1.087%	$ 156
2002	8,150,000	-	-	-	-	8,150,000	1.094%	$ 158
2003	7,660,000	-	-	-	-	7,660,000	1.047%	$ 151
2004	30,679,000	-	-	-	-	30,679,000	3.921%	$ 565
2005	29,499,000	-	-	-	-	29,499,000	3.621%	$ 519
2006	28,264,000	-	-	-	-	28,264,000	3.151%	$ 456
2007	26,969,000	-	-	-	-	26,969,000	2.772%	$ 402
2008	25,614,000	-	-	-	-	25,614,000	2.604%	$ 378
2009	24,209,000	-	-	-	-	24,209,000	Not Available	Not Available
2010	22,749,000	-	-	-	-	22,749,000	Not Available	Not Available

Source: District CAFR Schedules I-1, I-2

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

a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

b Includes Early Retirement Incentive Plan (ERIP) refunding

Exhibit J-11

Ramsey Board of Education
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2001	8,160,000	-	8,160,000	0.57%	$ 156
2002	8,150,000	-	8,150,000	0.56%	$ 158
2003	7,660,000	-	7,660,000	0.28%	$ 151
2004	30,679,000	-	30,679,000	1.13%	$ 565
2005	29,499,000	-	29,499,000	1.08%	$ 519
2006	28,264,000	-	28,264,000	1.03%	$ 456
2007	26,969,000	-	26,969,000	0.97%	$ 402
2008	25,614,000	-	25,614,000	0.92%	$ 378
2009	24,209,000	-	24,209,000	0.86%	Not Available
2010	22,749,000	-	22,749,000	0.80%	Not Available

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

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

Exhibit J-12

Ramsey Board of Education
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2009

Governmental Unit	Estimated Percentage Applicable [a]	Debt Outstanding	Estimated Share of Overlapping Debt
Direct Debt of School District as of June 30, 2010			$ 22,749,000
Net overlapping debt of School District:			
Town of Ramsey	100.000%	$ 1,080,000	
County of Bergen	1.501%	$ 1,237,258	
Subtotal, overlapping debt			$ 2,317,258
Total direct and overlapping debt			$ 25,066,258

Sources: Ramsey Municipal Finance Officer / Bergen County Treasurer's Office

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

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

Ramsey Board of Education
Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2010

		Equalized valuation basis	
		2009	$ 3,780,004,039
		2008	3,767,835,835
		2007	3,813,894,795
			[A] $ 11,361,734,669
Average equalized valuation of taxable property	[A/3]		$ 3,787,244,890
Debt limit (4 % of average equalization value)	[B]		151,489,796 a
Net bonded school debt	[C]		24,209,000
Legal debt margin	[B-C]		$ 127,280,796

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	$ 60,600,691	$ 65,773,726	$ 72,040,510	$ 79,434,512	$ 101,205,389	$ 113,977,228	$ 128,032,811	$ 141,029,514	$ 148,562,832	$ 151,489,796
Total net debt applicable to limit	8,160,000	8,150,000	7,660,000	30,679,000	29,499,000	28,264,000	26,969,000	25,614,000	24,209,000	22,749,000
Legal debt margin	$ 52,440,691	$ 57,623,726	$ 64,380,510	$ 48,755,512	$ 71,706,389	$ 85,713,228	$ 101,063,811	$ 115,415,514	$ 124,353,832	$ 128,740,796
Total net debt applicable to the limit as a percentage of debt limit	13.47%	12.39%	10.63%	38.62%	29.15%	24.80%	21.06%	18.16%	16.30%	15.02%

Source: Abstract of Ratables and District Records CAFR Schedule J-7

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

Exhibit J-14

Ramsey Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population [a]	Personal Income (thousands of dollars) [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2000	14,373	$ 736,601,877	51,249	3.10%
2001	14,379	$ 750,425,631	52,189	2.60%
2002	14,432	$ 744,979,840	51,620	3.10%
2003	14,395	$ 731,553,900	50,820	4.20%
2004	14,414	$ 782,507,232	54,288	4.20%
2005	14,322	$ 814,592,394	56,877	4.20%
2006	14,465	$ 896,931,255	62,007	2.70%
2007	14,492	$ 972,775,500	67,125	2.40%
2008	14,530	$ 983,622,880	67,696	3.20%
2009	14,718	Not Available	Not Available	5.70%

Source:

[a] Population information provided by the NJ Dept of Labor and Workforce Development

b Personal income - Bergen County - provided by NJ Dept of Labor and Workforce Development

[c] Per Capita Personal Income - Begen County - provided by NJ Dept of Labor and Workforce Development

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

Exhibit J-15

Ramsey Board of Education
Principal Employers
Current Year and Nine Years Ago

	2010			2001		
Employer	**Employees**	**Rank (Optional)**	**Percentage of Total Employment**	**Employees**	**Rank (Optional)**	**Percentage of Total Employment**
THE NEW JERSEY DEPARTMENT OF LABOR AND AREA EMPLOYERS REFUSED TO RELEASE INFORMATION NEEDED TO COMPLETE THIS SCHEDULE DUE TO PRIVACY CONCERNS.						
	-	0	0.00%		1	0.00%
	-	0	0.00%		2	0.00%
	-	0	0.00%		3	0.00%
	-	0	0.00%		4	0.00%
	-	0	0.00%		5	0.00%
	-	0	0.00%		6	0.00%
	-	0	0.00%		7	0.00%
	-	0	0.00%		8	0.00%
	-	0	0.00%		9	0.00%
	-	0	0.00%		10	0.00%
	-	0	0.00%	-	0	0.00%
	-	0	0.00%	-	0	0.00%
	-	0	0.00%	-	0	0.00%
	-		0.00%	-		0.00%

Source: Town of Ramsey

Exhibit J-16

Ramsey Board of Education
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Instruction										
Regular	232	238	248	246	249	252	254	253	253	248
Special education	38	40	42	38	38	41	43	43	44	42
Other special education	-	-	-	-	-	-	-	-	-	-
Vocational	-	-	-	-	-	-	-	-	-	-
Other instruction	-	-	-	-	-	-	-	-	-	-
Nonpublic school programs	-	-	-	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	-	-	-	-	-	-	-	-	-	-
Student & instruction related services	49	49	49	49	49	50	50	50	48	48
General adminsitrative services	5	5	5	5	5	5	5	5	5	5
School administrative services	23	23	23	18	18	18	18	18	18	18
Business adminsitrative services	5	5	5	5	5	5	5	5	5	5
Plant operations and maintenance	38	38	38	37	37	37	37	37	37	37
Pupil transportation	5	5	5	5	5	5	5	5	5	5
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service										
Child Care										
Total	395	403	415	403	406	413	417	416	415	408

Source: District Personnel Records

Exhibit J-17

Ramsey Board of Education
Operating Statistics
Last Ten Fiscal Years

Fiscal	Enrollment	Operating	Cost Per	Percentage	Teaching	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2001	2,744	31,863,217	11,612	3.19%	270	16:3	11:1	9:7	2,744	2,624	2.58%	95.63%
2002	2,794	34,058,339	12,190	4.98%	278	15:3	11:6	9:8	2,794	2,675	1.82%	95.74%
2003	2,883	36,610,566	12,699	4.18%	290	16:4	10:6	9:9	2,883	2,765	3.19%	95.91%
2004	2,952	38,942,435	13,192	3.88%	284	15:1	10:6	10:6	2,952	2,827	2.39%	95.77%
2005	3,023	41,569,348	13,751	4.24%	287	13:8	10:0	10:2	3,023	2,894	2.41%	95.73%
2006	3,064	45,055,791	14,705	11.47%	293	13:1	10:1	10:6	3,064	2,948	1.36%	96.21%
2007	3,126	48,387,179	15,479	12.57%	296	11:0	10:2	10:2	3,126	3,005	2.02%	96.13%
2008	3,132	50,743,820	16,202	10.18%	296	11:0	10:3	10:0	3,131	3,004	0.16%	95.94%
2009	3,108	50,425,805	16,225	4.82%	297	12:0	10:8	10:1	3,108	2,985	-0.73%	96.04%
2010	3,102	51,057,540	16,462	1.61%	290	Not Avail.	Not Avail.	Not Avail.	3,102	2,967	-0.19%	95.65%

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count for all students attending school facilities.

a Operating expenditures equal total general fund and special revenue fund expenditures less debt service and capital outlay; Schedule J-4
b Teaching staff includes only full-time equivalents of certificated staff.
c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Exhibit J-18

Ramsey Board of Education
School Building Information
Last Ten Fiscal Years

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
District Buildings										
Elementary										
John Y. Dater Elementary School (Grades K-)										
Square Feet	59,826	59,826	59,826	59,826	59,826	59,826	71,488	71,488	71,488	71,488
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	406	428	466	443	449	405	501	478	460	419
Mary A. Hubbard Elementary School (Grades)										
Square Feet	69,001	69,001	77,656	77,656	77,656	77,656	77,656	77,656	77,656	77,656
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	441	483	479	464	478	531	438	442	450	446
Welsey D. Tisdale Elementary School (Grades)										
Square Feet	70,678	70,678	78,339	78,339	78,339	78,339	78,339	78,339	78,339	78,339
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	482	474	483	546	535	503	461	440	425	443
Middle School										
Eric S. Smith Middle School (Grades 6-8)										
Square Feet	111,122	111,122	111,122	111,122	111,122	111,122	111,122	111,122	111,122	111,122
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	667	702	697	744	748	785	808	841	849	836
High School										
Ramsey High School (Grades 9-12)										
Square Feet	190,363	190,363	190,363	190,363	190,363	190,363	200,520	200,520	200,520	200,520
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	734	751	746	745	799	832	888	931	924	957
Other										
Administration Building										
Square Feet	5,455	5,455	5,455	5,455	5,455	5,455	5,455	5,455	5,455	5,455

Number of Schools at June 30, 2010
- Elementary = 3
- Middle School = 1
- High School = 1
- Other = 0

Source: District records, ASSA

Note: Enrollment is based on students' enrolled within the District -- out of district students have not been included

Ramsey Board of Education
General Fund
Schedule of Required Mantenance for School Facilities
Last Ten Fiscal Years
Unaudited

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

School Facilities	Project # (s)	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Ramsey High School	N/A	140,332	173,601	245,786	174,760	108,641	129,769	108,463	133,039	96,241	140,981
Eric S. Smith Middle School	N/A	93,351	99,386	128,573	114,570	98,700	80,471	71,618	82,215	59,680	87,424
John Y. Dater Elementary School	N/A	84,549	91,307	112,158	182,282	87,210	48,324	42,615	49,375	35,838	52,499
Mary A. Hubbard Elementary School	N/A	96,856	144,719	88,861	113,703	74,234	48,507	40,558		35,974	52,700
Welsey D. Tisdale Elementary School	N/A	95,568	96,431	106,706	106,792	70,089	40,989	33,367	41,874	30,398	44,530
Grand Total		$ 510,656	$ 605,444	$ 682,084	$ 692,107	$ 438,874	$ 348,060	$ 296,621	$ 306,503	$ 258,131	$ 378,134

Ramsey Board of Education
Insurance Schedule
For the Fiscal Year Ended June 30, 2010
Unaudited

Company	Type of Coverage	Coverage	Deductible
School Alliance Insurance Fund	Property Blanket Building & Contents-Replacement Cost Values	7,700,000	1,000
	General Liability	5,000,000	
	Comprehensive Automobile Liability	5,000,000	
	Employee Benefit Liability	5,000,000	
	Umbrella Liability First Layer Catastrophe	5,000,000	
	Electronic Data Processing Equipment	Included in Blanket Limit	
	Boiler & Machinery - Umbrella policy	Included in Blanket Limit	
	School Board Legal Liability - Directors and Officers Policy	5,000,000	25,000
	Student Accident Liability		
	Public Employees' Faithful Performance Blanket Position Bond - Treasurer of School Moneys Position Bond - Board Secretary Position Bond - Assistant Board Secretary Blanket Dishonesty Bond	500,000	

Source: District Records

SINGLE AUDIT SECTION

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

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

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

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Board of Education of the Borough of Ramsey School District in the County of Bergen as of and for the fiscal year ended June 30, 2010 which collectively comprise the basic financial statements of the Board of Education of the Borough of Ramsey School District in the County of Bergen, and have issued our report thereon dated October 1, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

FWCC

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Ramsey School District 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.

However, we noted certain immaterial instances of noncompliance, that we have reported to the Board of Education of the Borough of Ramsey School District in the separate Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance dated October 1, 2010.

This report is intended solely for the information of management, the Borough of Ramsey Board of Education, New Jersey State Department of Education and other state and federal awarding agencies and is not intended to be, and should not be, used by anyone other than these specified parties.

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

October 1, 2010

FWCC

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL AND STATE PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND N.J. OMB CIRCULAR 04-04

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

Compliance

We have audited the compliance of the Board of Education of the Borough of Ramsey School District in the County of Bergen 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 Office of Management and Budget's 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. Borough of Ramsey School District Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. 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 Borough of Ramsey School District Board of Education's management. Our responsibility is to express an opinion on the Borough of Ramsey School District 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 the provisions the New Jersey State Treasury Circular Letter 04-04 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards, and OMB Circular A-133 and N.J. OMB 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 and state program occurred. An audit includes examining, on a test basis, evidence about the Borough of Ramsey School District 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 on the Borough of Ramsey School District Board of Education's compliance with those requirements.

FWCC

In our opinion, the Borough of Ramsey School District Board of Education complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2010.

Internal Control Over Compliance

The management of the Borough of Ramsey School District Board of Education is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Borough of Ramsey School District 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 the Borough of Ramsey School District Board of Education's internal control over compliance.

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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. The Borough of Ramsey School District Board of Education's responses to the findings identified in out audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Borough of Ramsey School District Board of Education's response and, accordingly, we express no opinion on it.

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

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

October 1, 2010

BOROUGH OF RAMSEY SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards

For the Fiscal Year ended June 30, 2010

Federal Grantor/Pass-through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2010 (Accounts Receivable)	Balance at June 30, 2010 Deferred Revenue	Balance at June 30, 2010 Due to Grantor at	MEMO Cumulative Total Expenditures
General Fund:															
Special Education Medicaid Initiative	93.778		4,581	7/1/2009	6/30/2010			4,581	4,581						4,581
Total General Fund								4,581	4,581						4,581
US Department of Education															
Passed Through State Dept of Education:															
Special Revenue Fund															
Title I, Part A	84.010	NCLB431009	38,952	9/1/08	8/31/09	(16,085)		16,085							38,952
Title II, Part A, Teacher/Principal Training and Recruiting	84.367	NCLB431010	63,573	9/1/09	8/31/10			41,311	63,546			(22,235)			63,546
Title II, Part A, Teacher/Principal Training and Recruiting	84.367	NCLB431009	64,331	9/1/08	8/31/09	(30,927)		30,927							64,331
Title II, Part A, Teacher/Principal Training and Recruiting	84.367	NCLB431007	62,419	9/1/06	8/31/07	2,212				(1,431)	781				60,207
Title II, Part A, Teacher/Principal Training and Recruiting	84.367	NCLB431006	65,291	9/1/05	8/31/06	9,050					9,050				56,241
Title II, Part D	84.318	NCLB431009	324	9/1/08	8/31/09	(324)		324							324
Title III	84.365	NCLB431009	10,797	9/1/08	8/31/09	(3,261)		3,261							10,797
Title III, Immigrant	84.365	NCLB431010	9,268	9/1/09	8/31/10			3,637	9,268			(5,631)			9,268
Title IV - Safe and Drug Free Schools	86.186A	NCLB431010	5,455	9/1/09	8/31/10		(1,849)	7,304	5,455						5,455
Title IV - Safe and Drug Free Schools	86.186A	NCLB431009	6,399	9/1/08	8/31/09	(1,849)	1,849								6,399
Title IV - Safe and Drug Free Schools	86.186A	NCLB431008	7,652	9/1/07	8/31/08	3,213				(3,213)					4,439
Title IV - Safe and Drug Free Schools	86.186A	NCLB431006	8,230	9/1/05	8/31/06	1,274					1,274				6,956
Title V - Innovative Programs	84.298	NCLB431008	4,554	9/1/07	8/31/08	(3,540)						(3,540)			3,540
Title V - Innovative Programs	84.298	NCLB431007	5,184	9/1/06	8/31/07	1,143					1,143				4,041
Title V - Innovative Programs	84.298	NCLB431006	8,098	9/1/05	8/31/06	58					58				8,040
IDEA, Part B-Basic	84.027	IDEA431010	667,945	9/1/09	8/31/10			586,737	667,945			(81,208)			667,945
IDEA, Part B-Basic	84.027	IDEA431009	673,108	9/1/08	8/31/09	(68,182)		68,182							673,108
IDEA, Part B-Preschool	84.173	IDEA431010	30,327	9/1/09	8/31/10			17,968	30,327			(12,359)			30,327
IDEA, Part B-Preschool	84.173	IDEA431009	30,382	9/1/08	8/31/09	(21,626)		21,626							30,382
ARRA IDEA, Part B-Basic	84.391	ARRA431010	785,754	9/1/09	8/31/11			439,925	733,958			(294,033)			733,958
ARRA IDEA, Part B-Preschool	84.392	ARRA431010	28,435	9/1/09	8/31/11										
Total Special Revenue Fund						(128,844)		1,237,287	1,510,499	(4,644)	12,306	(419,006)			2,478,256
US Department of Agriculture															
Passed Through State Dept of Education:															
Enterprise Fund															
Food Distribution Program	10.550	N/A	19,792	7/1/09	6/30/10			19,792	19,792						19,792
National School Lunch Program	10.555	N/A	62,240	7/1/09	6/30/10			57,312	62,240			(4,928)			62,240
National School Lunch Program	10.555	N/A	56,342	7/1/08	6/30/09	(4,657)		4,657							56,342
Total Enterprise Fund						(4,657)		81,761	82,032			(4,928)			138,374
Total Federal Financial Assistance						$ (133,501)		1,323,629	1,597,112	(4,644)	12,306	(423,934)			2,621,211

BOROUGH OF RAMSEY SCHOOL DISTRICT

Schedule of Expenditures of State Financial Awards

Year ended June 30, 2010

State Grantor/Program Titles	Grant or State Project Number	Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009 Deferred Revenue (Accts Receivable)	Balance at June 30, 2009 Due to Grantor	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2010 (Accounts Receivable)	Balance at June 30, 2010 Deferred Revenue/ Interfund Payable	Balance at June 30, 2010 Due to Grantor at	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
State Department of Education:																
General Fund																
Transportation Aid	10-495-034-5120-014	$ 261,973	7/1/2009	6/30/2010	$			242,600	261,973					*	(19,373)	261,973
Special Education Categorical Aid	10-495-034-5120-089	1,145,025	7/1/2009	6/30/2010				1,060,349	1,145,025					*	(84,676)	1,145,025
Security Aid	10-495-034-5120-084	143,502	7/1/2009	6/30/2010				132,890	143,502					*	(10,612)	143,502
Extraordinary Aid	10-495-034-5120-044	453,894	7/1/2009	6/30/2010					453,894			(453,894)		*		453,894
Extraordinary Aid	09-495-034-5120-044	517,673	7/1/2008	6/30/2009	(517,673)			517,673						*		517,673
Non Public Transportation		6,061	7/1/2009	6/30/2010					6,061			(6,061)		*		6,061
Non Public Transportation		6,517	7/1/2008	6/30/2009	(6,517)			6,517						*		6,517
NTE Homeless Reimbursement		21,784	7/1/2008	6/30/2009	(21,784)			21,784						*		21,784
NTE Homeless Reimbursement		5,460	7/1/2006	6/30/2007	(771)							(771)		*		5,460
Reimbursed TPAF Social Security	10-495-034-5095-051	1,754,486	7/1/2009	6/30/2010				1,666,867	1,754,486			(87,619)		*		1,754,486
Reimbursed TPAF Social Security	09-495-034-5095-051	1,746,649	7/1/2008	6/30/2009	(184,320)			184,320						*		1,746,649
On Behalf TPAF NCGI Premium	10-495-034-5095-051	74,792	7/1/2009	6/30/2010				74,792	74,792					*		74,792
On Behalf TPAF Pension - Post Retirement	10-495-034-5095-001	1,404,698	7/1/2009	6/30/2010				1,404,698	1,404,698					*		1,404,698
Total General Fund					(731,065)			5,312,490	5,244,431			(548,345)		*	(114,661)	7,542,514
Special Revenue Fund														*		
Distance Learning Network Aid	N/A		7/1/2007	6/30/2008	2,772								2,772	*		
NJ NonPublic Aid:														*		
Textbook Aid	10-100-034-5120-064	56,507	7/1/2009	6/30/2010				56,507	56,150					357 *		56,150
Textbook Aid	09-100-034-5120-064	51,242	7/1/2008	6/30/2009		292					292			*		50,950
Technology Aid	09-100-034-5120-373	35,839	7/1/2008	6/30/2009		1					1			*		35,839
Nursing Services	10-100-034-5120-070	67,010	7/1/2009	6/30/2010				67,010	67,010					*		67,010
Handicapped Services:														*		
Exam & Classification	10-100-034-5120-066	57,039	7/1/2009	6/30/2010				57,039	50,440					6,599 *		50,440
Exam & Classification	09-100-034-5120-066	76,026	7/1/2008	6/30/2009		7,221					7,221			*		68,805
Corrective Speech	10-100-034-5120-066	22,418	7/1/2009	6/30/2010				22,418	19,716					2,702 *		19,716
Corrective Speech	09-100-034-5120-066	27,993	7/1/2008	6/30/2009		4,092					4,092			*		23,901
Supplementary Inst.	10-100-034-5120-066	43,007	7/1/2009	6/30/2010				43,007	26,680					16,327 *		26,680
Supplementary Inst.	09-100-034-5120-066	47,825	7/1/2008	6/30/2009		18,006					18,006			*		29,819
Auxilliary Services:														*		
Compensatory Education	10-100-034-5120-067	79,079	7/1/2009	6/30/2010				79,079	78,032					1,047 *		78,032
Compensatory Education	09-100-034-5120-067	65,991	7/1/2008	6/30/2009		3,285					3,285			*		65,991
English as a Second Language	10-100-034-5120-067	3,328	7/1/2009	6/30/2010				3,328	2,030					1,298 *		2,030
English as a Second Language	09-100-034-5120-067	4,060	7/1/2008	6/30/2009		2,030					2,030			*		2,030
Transportation	10-100-034-5120-068	5,909	7/1/2009	6/30/2010				5,909						5,909 *		
Total Special Revenue Fund					2,772	34,927		334,297	300,058		34,927		2,772	34,239 *		577,393

BOROUGH OF RAMSEY SCHOOL DISTRICT

Schedule of Expenditures of State Financial Awards

Year ended June 30, 2010

State Grantor/Program Titles	Grant or State Project Number	Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009 Deferred Revenue (Accts Receivable)	Balance at June 30, 2009 Due to Grantor	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2010 (Accounts Receivable)	Balance at June 30, 2010 Deferred Revenue/ Interfund Payable	Balance at June 30, 2010 Due to Grantor at	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
Capital Projects Fund																
State School Building Aid - EDA Grant																
High School Building Renovation Project	SP # 202361	204,436			(40,887)							(40,887)				204,436
Tisdale Elementary School Building Additions	SP # 202324	367,522			(365,684)							(365,684)				365,684
Mary A. Hubbard Elementary School Building Additions & Renovations	4310-070-03-1049	309,491			(57,588)							(57,588)				309,491
Eric S. Smith Middle School Building Additions & Renovations	4310-055-03-1048	1,194,641			(1,069,204)							(1,069,204)				1,194,641
Ramsey High School Building Additions & Renovations	4310-050-03-1051	552,603			(496,321)							(496,321)				552,603
John Y. Dater Elementary School Additions, Renovation & Construction of New School	4310-060-03-1050	3,706,560			(3,317,371)							(3,317,371)				3,706,560
Ramsey High School Building Partial Roof Replacement	4190-050-05-1000-NE	98,116			(98,116)							(98,116)				98,116
Ramsey High School PEC Sprinkler Systems	4310-050-090-1001-G02	41,384							35,600			(35,600)				35,600
Total Capital Projects Fund					(5,445,171)				35,600			(5,480,771)				6,467,131
Enterprise Fund																
State Department of Agriculture																
National School Lunch Program (State Share)	10-100-010-3350-023	5,993	7/1/2009	6/30/2010				5,518	5,993			(475)				5,993
National School Lunch Program (State Share)	09-100-010-3350-023	6,208	7/1/2008	6/30/2009	(494)			494								6,208
Total Enterprise Fund					(494)			6,012	5,993			(475)				12,201
Total State Financial Assistance					(6,173,958)	34,927		5,652,799	5,586,082		34,927	(6,029,591)	2,772	34,239	(114,661)	14,599,239

See accompanying notes to the Schedules of Expenditures of Federal and State Awards.

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all federal and state award programs of the Board of Education, Borough of Ramsey School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies is included on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Federal and State Awards are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 2(C) and 2(D) to the Board's basic financial statements. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ in amounts presented in or used in the preparation of the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (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:22-44.2.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS, (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $(7,800) for the general fund and $-0- for the special revenue fund. See 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:

	Federal	State	Total
General Fund	$4,581	$5,236,631	$5,241,212
Special Revenue Fund	1,510,499	300,058	1,810,557
Capital Projects		35,600	35,600
Food Service Fund	82,032	5,993	88,025
Total Financial Awards	$1,597,112	$5,578,282	$7,175,394

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the U.S.D.A. Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2010.

BOROUGH OF RAMSEY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

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

Noncompliance material to basic financial statements noted? ____ yes ___X___ no

Federal Awards

Internal Control over major programs:

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

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

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

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.027/84.173/84.391/84.392/84.367	IDEA, Part B-Basic/IDEA, Part B-Preschool/ ARRA-IDEA, Part B-Basic/ARRA-IDEA, Part B-Preschool
84.367	Title III, Part A

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

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

BOROUGH OF RAMSEY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(continued)

***Section I - Summary of Auditor's Results*, (continued)**

State Awards

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

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

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

Internal Control over major programs:

1. Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported
2. Material weakness(es) identified? _____ yes X no

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

Identification of major programs:

GMIS Number(s)	Name of State Program
10-495-034-5120-084/10-495-034-5120	Security Aid/Special Education/ Categorical Aid
10-495-034-5095-002	Reimbursed TPAF Social Security Contributions
10-100-034-5120-473	Extraordinary Aid
10-100-034-5120-066	Non-Public Handicapped Services
10-100-034-5120-067	Non-Public Auxiliary Services
10-495-034-5120-014	Transportation Aid

Section II - Financial Statement Findings

None

BOROUGH OF RAMSEY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(continued)

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

Finding 10-1

Information on the state program:
Extraordinary Aid, NJCFS number 495-034-5120-044 Grant Period 7/1/09-6/30/10.

Criteria or specific requirement:
Extraordinary Aid is available for partial reimbursement of allowable costs depending upon the category selected for each student. Allowable costs must be incurred during the fiscal year 2009-2010 for the purposes allowed for in the application extraordinary aid. Costs incurred for multiple years cannot be combined in order to reach costs eligibility limits.

Condition:
Salaries of one-to-one aides used to determine per pupil classroom costs for the extraordinary aid application were based on the incorrect year.

Questioned Cost:
None

Context:
The application for Special Education Extraordinary Aid is based on allowable Extraordinary Aid costs including the educational portion and support portion of paid public school tuition. Support costs claimed in the application must be incurred in the 2009-2010 Fiscal year.

Effect:
The use of the incorrect salaries resulted in per pupil classroom costs being overstated or three students.

Cause:
Incorrect salaries were used to calculate the per pupil classroom costs that can be claimed per student.

Management's response:
More care will be taken to ensure the proper per pupil classroom costs will be used to calculate qualified costs for extraordinary aid applications.

BOROUGH OF RAMSEY SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATUS OF PRIOR YEAR FINDINGS

Finding 09-1

Condition:
The Board Secretary and Treasurer of School Monies did not prepare and submit Annual Reports to the board and county superintendent by August 1st in accordance with N.J.S.A. 18A:17-9 and N.J.S.A. 18A:17-36.

Current Status:
Corrective action was taken.

Finding 09-2

Condition:
Prior year unused grant awards were not returned to the grantor in accordance with the grant agreements.

Current Status:
Corrective action was not taken.