SCHOOL DISTRICT
OF
WEEHAWKEN

Weehawken Board of Education
Hudson County, New Jersey

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Comprehensive Annual

Financial Report

of the

Weehawken Board of Education

For the Fiscal Year Ended June 30, 2010

WEEHAWKEN BOARD OF EDUCATION
Fiscal Year Ended June 30, 2010

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BOARD OF EDUCATION
53 Liberty Place
Weehawken, NJ 07086

HWEY-HWEY "VICKY" GUO
Business Administrator/Board Secretary

Telephone 201-422-6125
Fax 201-422-6153

September 9, 2010

Honorable President and
Members of the Board of Education
Weehawken Board of Education
County of Hudson, New Jersey

Dear Board Members and Constituents of Weehawken:

The comprehensive annual financial report of the Weehawken Board of Education (the "Board") 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. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Board. All disclosures necessary to enable the reader to gain an understanding of the Board'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 Board organizational chart and a list of principal officials. The financial section includes under the new Governmental Accounting Standard Board Statement No. 34, the Report of Independent Accountants, the Management Discussion and Analysis, the basic financial statements, required supplementary information, and the combining and individual fund financial statements. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and 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 New Jersey OMB's Circular 04-04 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditor's reports covering compliance with applicable laws, regulations and requirements, and internal control over compliance and financial reporting, as well as a schedule of related findings, are included in the single audit section of this report.

1.) REPORTING ENTITY AND ITS SERVICES: The Weehawken Board of Education is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the Board are included in this report. The Weehawken Board of Education and all its schools constitute the Board's reporting entity.

The Board provides a full range of educational services appropriate to grade levels K through 12. These include regular and special education for handicapped youngsters. The Board also provides preschool educational services. The Board completed the 2009-2010 fiscal year with an enrollment of 1,214 students, which are 42 more students than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last five years.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2009-2010	1,214	3.58%
2008-2009	1,172	1.74%
2007-2008	1,152	(1.02%)
2006-2007	1,166	1.03%
2005-2006	1,154	(2.86%)

2.) ECONOMIC CONDITION AND OUTLOOK: The Township of Weehawken area is experiencing a period of economic stability. Its proximity to employment centers in New York City and northern New Jersey contribute towards maintaining a stable outlook.

3.) MAJOR INITIATIVES: Weehawken High School seniors continued to perform at a consistent rate on the Scholastic Aptitude Test (SAT). 92 percent of our 2010 graduates went on to further education – 46 percent to four-year institutions. The disadvantaged and special needs students are included in the above statistics. There are many programs available to these students and the students are made aware of them. The drop out rate has been below the state average. The 2009-2010 drop out rate was 0 percent.

4.) INTERNAL ACCOUNTING CONTROLS: Management of the Board is responsible for establishing and maintaining internal controls designed to ensure that the assets of the Board are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statement in conformity with accounting principles generally accepted in the United States of America. Internal controls are 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 awards and state financial assistance, the Board also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. Internal control is also subject to periodic evaluation by the Board management.

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

5.) BUDGETARY CONTROLS: In addition to internal accounting controls, the Board 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 Township of Weehawken. Annual appropriated budgets are adopted for the general fund, the special revenue 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 re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2010.

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

7.) DEBT ADMINISTRATION: At June 30, 2010, the Board's outstanding debt issues included $14,053,000 of general obligation bonds, and two loans from the New Jersey Economic Development Authority with a total outstanding amount of $ 346,870.

8.) CASH MANAGEMENT: The investment policy of the Board is guided in large part by New Jersey Statutes as detailed in "Notes to the Financial Statements", Note 2. The Board 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.

9.) 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.

10.) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Garbarini & Co. P.C., CPA's, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the Single Audit Act Amendments of 1996, and the related OMB Circular A-133 and New Jersey OMB's Circular 04-04. The auditor's report on the general - purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11.) ACKNOWLEDGMENT: We would like to express our appreciation to the members of the Weehawken Board of Education 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.

Respectfully submitted,

Kevin J. McLellan
Superintendent

Hwey-Hwey "Vicky" Guo
Board Secretary/
Business Administrator

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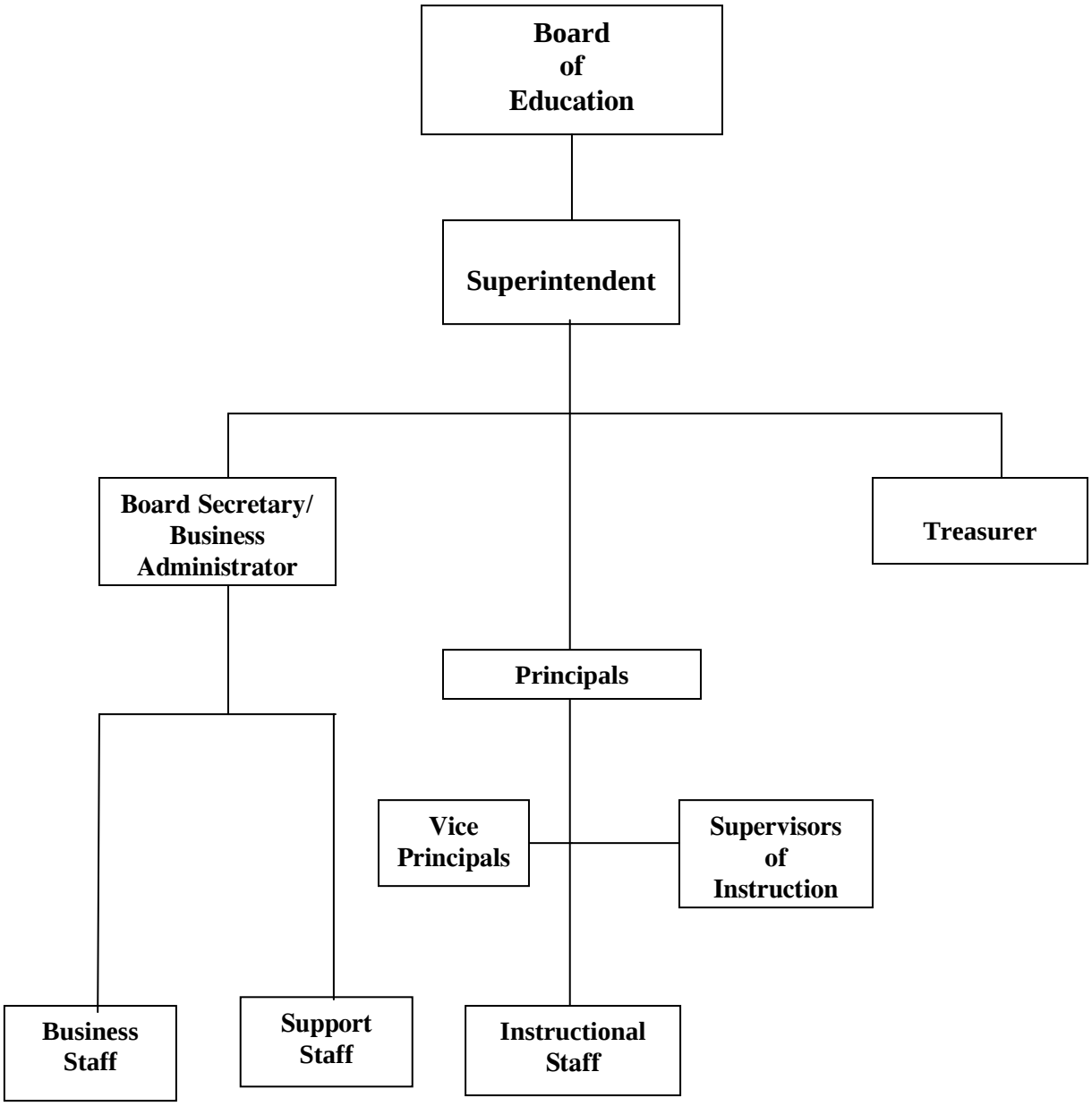
WEEHAWKEN BOARD OF EDUCATION
WEEHAWKEN, NEW JERSEY
ORGANIZATIONAL CHART
JUNE 30, 2010



WEEHAWKEN BOARD OF EDUCATION
WEEHAWKEN, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2010

Members of the Board of Education	Term Expires
Richard Barsa, President	2012
Patricia Sullivan, Vice President	2013
Paul Salandra	2012
Mark Denfeld	2011
Alma Martir	2011
Francis Pizzuta	2013
Susan Morales Jennings	2013
Louie Abreu	2011
Joseph Rutigliano	2012

Other Officials

Kevin J. McLellan	Superintendent
Hwey-Hwey "Vicky" Guo	Board Secretary/Business Administrator
Lisa Toscano	Treasurer of School Moneys
Joseph Ryglicki, Esq.	Counsel

WEEHAWKEN BOARD OF EDUCATION

Consultants and Advisors

Audit Firm

Garbarini & Co. P.C. CPA's
Division Avenue & Route #17 South
Carlstadt, New Jersey 07072

Attorney

Law Offices of Joseph J. Ryglicki
115 River Road
Edgewater, New Jersey 07020

Official Depository

New Jersey Cash Management Fund
Harborside Financial Center
Plaza Two
Jersey City, New Jersey 07311-3977

Capital One Bank
4714 Park Avenue
Weehawken, New Jersey 07086

And

TD Bank
4200 Park Avenue
Weehawken, New Jersey 07086

FINANCIAL SECTION

GARBARINI & CO. P.C.
Certified Public Accountants

Division Avenue and Route 17 S.
P.O. Box 362 - Carlstadt, N.J. 07072
(201) 933-5566

Independent Auditor's Report

Honorable President and
Members of the Board of Education
Weehawken School District
County of Hudson
Weehawken, 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 Weehawken School District, in the County of Hudson, State of New Jersey, as of and for the fiscal year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Weehawken Board of Education's management. Our responsibility is to express an opinion on these general-purpose 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, and State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 9, 2010 on our consideration of the Weehawken Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulation, 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 compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Budgetary Comparison Information on pages 10 through 19 and 58 through 62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Weehawken Board of Education's financial statements as a whole. The introductory section, combining and individual fund financial statements, long-term debt schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual find financial statements and long-term debt schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures on accordance with auditing standards generally accepted in the Untied States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them..

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

Garbarini & Co., P.C.

Garbarini & Co. P.C. CPA's

Paul C. Garbarini

By: Paul C. Garbarini, CPA
Licensed Public School Accountant
No. CS 00249

Carlstadt, New Jersey
September 9, 2010

Required Supplementary Information

Part I

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

The discussion and analysis of the Weehawken Board of Education's financial performance provides an overall review of the Weehawken Board of Education's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the Weehawken Board of Education's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the Weehawken Board of Education's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2010 are as follows:

- In total, net assets are $1,956,387. Net assets of governmental activities are $1,766,580. Net assets of the business-type activity, which represents food service, and Latchkey Program, are $189,807. This reflects a decrease in Governmental Activities net assets in the amount of $717,614, compared to fiscal year 2009.

- Governmental Funds Revenues total $22,952,781 and the Local Tax Levy was $16,493,139. State Revenue is $4,909,913 and the Federal Revenue is $1,100,734.

- The Weehawken Board of Education has experienced a slight increase in student enrollment. Actual enrollment for the year ended June 30, 2010 was 1,214, which reflects a 3.58 % increase from the previous year.

Using the Basic Financial Statements

This annual report consists of a series of financial statements and notes to those statements. This report is organized to show the reader the Weehawken Board of Education as a financial whole, or an entire operating entity.

The statement of net assets and statement of activities provide information about the activities of the whole Weehawken Board of Education, presenting both an aggregate view of the Weehawken Board of Education's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the Weehawken Board of Education's most significant funds. For the Weehawken Board of Education, the General Fund is the most significant fund.

Reporting the Weehawken Board of Education as a Whole

Statement of Net Assets and Statement of Activities

While this report contains the large number of funds used by the Weehawken Board of Education to provide programs and activities, the view of the Weehawken Board of Education as a whole looks at all financial transactions and asks the question, "How did we do financially during the fiscal year 2010?" The statement of net assets and liabilities uses the accrual basis of accounting similar to the accounting system used by most private sector companies. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash was received or paid.

These two statements report the Weehawken Board of Education's net assets and changes in those assets. This change in net assets is important because it identifies whether the financial position of the Weehawken Board of Education has improved or diminished for the Weehawken Board of Education as a whole. The cause of this change may be the result of many factors, some financial, some not. Non-financial factors include the Weehawken Board of Education's property tax base, current property tax laws in New Jersey, facility conditions, required educational programs, and other factors.

In the statement of net assets and the statement of activities, the Weehawken Board of Education is divided into two distinct kinds of activities:

> **Governmental Activities** - Most of the Weehawken Board of Education's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.
>
> **Business-Type Activity** - This service is provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The Food Service enterprise fund and the Latchkey Program are reported as a business activity.

Reporting the Weehawken Board of Education's Most Significant Funds

Fund Financial Statement

Fund financial reports provide detailed information about the Weehawken Board of Education's major funds. The Weehawken Board of Education uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the Weehawken Board of Education's most significant funds. The Weehawken Board of Education's major governmental funds are the General Fund, Special Revenue Fund, and Capital Project Fund.

Governmental Fund

Most of the Weehawken Board of Education's activities are reported in governmental funds, which focus on how monies flow into and out of those funds and the balances left at fiscal year end for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Weehawken Board of Education's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs. The relationship, or differences, between governmental activities reported in the statement of net assets and the statement of activities and the governmental funds is reconciled in the financial statements.

Enterprise Fund

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

The Weehawken Board of Education as a Whole

The perspective of the statement of net assets is of the Weehawken Board of Education as a whole. Table 1 provides a summary of the Weehawken Board of Education's net assets for 2010 with comparative totals for 2009.

Total assets equal $17,676,810. Total assets for Governmental Activities is $17,452,154. Total assets for Business Type Activities is $224,656.

Table 1
Net Assets

Assets:					
Current and Other Assets	$ 3,033,534	$ 223,324	$ 3,256,858	$ 5,017,527	$ 7,969,594
Capital Assets, Net	14,418,620	1,332	14,419,952	13,838,842	10,014,926
Total Assets	$ 17,452,154	$ 224,656	$ 17,676,810	$ 18,856,369	$ 17,984,520
Liabilities					
Current and Other Liabilities	$ 972,213	$ 34,849	$ 1,007,062	$ 1,583,940	$ 7,525,930
Long-Term Liabilities	14,713,361		14,713,361	14,651,934	7,497,924
Total Liabilities	$ 15,685,574	$ 34,849	$ 15,720,423	$ 16,235,874	$ 15,023,854
Net Assets:					
Invested in Capital Assets - Net of Related Debt	$ 1,452,669	$ 1,332	$ 1,454,001	$ 349,126	$ (3,691,601)
Restricted	1,768,896		1,768,896	3,424,191	7,655,175
Unrestricted	(1,454,985)	188,475	(1,266,510)	(1,152,822)	(1,002,908)
Total Net Assets	$ 1,766,580	$ 189,807	$ 1,956,387	$ 2,620,495	$ 2,960,666

Table 2 reflects the change in net assets for fiscal year 2010 with comparative data for 2009 and 2008.

Table 2
Changes in Net Assets

	Governmental Activities	Business-type Activities	Total	Total	Total
Revenues:	2010	2010	2010	2009	2008
Program Revenues:					
Charges for Services	$ 46,970	$ 183,057	$ 230,027	$ 191,796	$ 154,191
Operating Grants and Contributions	6,007,241	275,892	6,283,133	6,118,619	6,819,914
Capital Grants and Contributions	285,000		285,000		
Total Program Revenues	6,339,211	458,949	6,798,160	6,310,415	6,974,105
General Revenues:					
Property Taxes	16,208,139		16,208,139	15,618,067	15,180,906
Rev. Local Gov't -Alloc. Capital Reserve			-	285,000	
Grants and Entitlements - Not Received	3,406		3,406	(179,571)	9,677
Fixed Asset Retirements - Net			-	(1,636)	
Adjustments: Capital Leases	18,120		18,120		
Miscellaneous	402,025		402,025	720,094	434,616
Total General Revenues	16,631,690	-	16,631,690	16,441,954	15,625,199
Total Revenues	22,970,901	458,949	23,429,850	22,752,369	22,599,304
Functional/Program Expenses:					
Instruction	12,385,214		12,385,214	12,199,312	11,882,132
Support Services:					
Pupil and Instructional Staff	4,277,763		4,277,763	4,112,307	3,813,662
Bd. of Ed., Admin. and Fiscal	2,766,312		2,766,312	2,581,732	2,708,939
Operation and Maintenance of Plant	1,817,501		1,817,501	2,020,034	1,784,012
Pupil Transportation	1,139,170		1,139,170	1,121,880	1,025,974
Unallocated Depreciation	92,037		92,037	91,160	75,711
Interest on Long-Term Debt	744,926		744,926	318,199	335,470
Capital Outlay - Not Capitalized	20,231		20,231	58,425	59,002
Capital Reserve transfer to Debt Service	285,000		285,000		
Charter Schools	168,248		168,248	196,972	163,356
Food Service		343,446	343,446	427,015	413,510
Latchkey Program		61,997	61,997	31,850	32,302
Total Expenses	23,696,402	405,443	24,101,845	23,158,886	22,294,070
Excess (Deficiency) Before Special Items and Transfers	(725,501)	53,506	(671,995)	(406,517)	305,234
Special Items:					
Capital Grant - Capital Projects-Canceled			-	-	(64,313)
Transfers	7,887		7,887	66,346	3,070
Increase/(Decrease) in Net Assts	(717,614)	53,506	(664,108)	(340,171)	243,991
Net Assets - beginning of the year	2,484,194	136,301	2,620,495	2,960,666	2,716,675
Net Assets - end of the year	$ 1,766,580	$ 189,807	$ 1,956,387	$ 2,620,495	$ 2,960,666

The total decrease in Net Assets for Governmental Activities is $ 717,614. The total increase in Net Assets for Business Type Activities is $ 53,506. The net decrease in Net Assets is $ 664,108.

Governmental Activities

The statement of activities reflects the cost of the program services and the charges for services and sales, grants, and contributions offsetting those services. Table 3a, for Governmental Activities, indicates the total cost of services and the percentage cost of services. It identifies the cost of these services supported by tax revenues and unrestricted state entitlements.

Table 3a
Governmental Activities

	Total Cost of Services 2009-10	Percent of Total
Instruction	12,385,214	52.27%
Support Services:		
Pupil and Instructional Staff	4,277,763	18.05%
Administrative and Fiscal	2,766,312	11.67%
Operation and Maintenance of Plant	1,817,501	7.67%
Pupil Transportation	1,139,170	4.81%
Unallocated Depreciation	92,037	0.39%
Capital Reserve Transfer to Debt Service	285,000	1.20%
Capital Outlay	20,231	0.09%
Interest on Long-Term Debt	744,926	3.14%
Charter Schools	168,248	0.71%
Total Expenses	$ 23,696,402	100.00%

The Governmental Activities in the above chart demonstrate that $ 12,385,214 are allocated to School Based Budgets and are identified as Instruction. Additionally, Pupil and Instructional Staff activities are $4,277,763. The combined resources from Instruction and Pupil and Instructional Staff total $ 16,662,977.

Together the aforementioned categories account for 70.32 % of the Governmental Activities.

Pupil transportation costs reflect the cost for salaries, overtime, maintenance of fleet and contracted transportation services. The Weehawken Board of Education is a participant of the North Hudson Transportation Consortium with the Hudson County School of Technology.

To date Weehawken Board of Education has not been adversely impacted by Charter Schools. Currently the contribution to Charter Schools by the Weehawken Board of Education is $ 168,248. Weehawken Board of Education sends a total of 13 students to two Charter Schools.

Business-Type Activity

	Total Cost of Services 2009-2010	Percent of Total
Revenue		
Charges for Services	$ 183,057	39.89%
Operating Grants	275,892	60.11%
Total Revenue	458,949	
Transfers		0.00%
Total Revenue and Transfers	$ 458,949	100.00%
Function/Program Expenses		
Food Service	343,446	84.71%
Latchkey Program	61,997	15.29%
Total Expenses	405,443	100.00%
Increase in Net Assets	$ 53,506	
Business-Type Activity Shortfall Prior to Transfer	$ 53,506	

The business-type activities of the Weehawken Board of Education are the food service operation and Latchkey Program. These programs had revenues and transfers of $ 458,949 and expenses of $ 405,443 in fiscal year 2010. The cost of lunch room aides was moved to the general fund, therefore no transfers from general were needed to cover shortfalls.

The Weehawken Board of Education suggests that efforts continue to increase sales and reduce costs. The Weehawken Board of Education and school administrators are committed and have concentrated efforts to ensure that all students who are eligible for Free/Reduced lunch submit the proper forms for eligibility in a timely manner.

The Board of Education continues to examine the food service operation in effort to be self-operating without assistance from the General Fund. The business activity receives limited support from tax revenues.

Sources of Revenue

The local tax revenue has been relatively stable for several years. The dependence upon state revenue for governmental activities is apparent. For all governmental activities, state revenues support over 22 %. The community, as a whole, is 72% of the support and Federal revenue accounts for 6 % of the total cost of programs for Weehawken Board of Education students.

Table 4
Sources of Revenue

Fiscal Year Ended June 30	Local Tax Levy	Other Local Revenue	State Revenue	Federal Revenue	Total
2010	$ 16,208,139	$ 741,882	$ 4,920,737	$ 1,376,627	$ 23,247,385

The total revenue from all sources is $ 23,239,498.

The Weehawken Board of Education's Funds

The Weehawken Board of Education's governmental funds are accounted for using standards established by the Governmental Accounting Standard Board Memo No. 34. Total governmental funds had revenues and other financing sources of $ 22,255,272 and expenditures and other financing uses of $ 24,871,939. The positive fund balance for the year-end reflects that Weehawken Board of Education was able to meet current costs.

General Fund Budgeting Highlights

The Weehawken Board of Education's budget is prepared according to New Jersey law. Instruction, Early Childhood Program and District Central Office account for the majority of programs budgeted within the General Fund.

The Weehawken Board of Education's budget is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is General Fund.

For the General and Special Revenue Fund, final budgeted revenues and other financing sources, in the amount of $ 21,724,219, were above original budgeted revenues and other financing sources. This was due to conservative federal aid estimates.

General Fund Budgeting Highlights (Continued)

General Fund revenues and other financing sources were less than expenditures and other financing uses. This was partly due to Capital Project Fund Expenditures in the amount of $ 1,600,249.

For the 2010-2011 District School Budget, $ 646,292 of surplus was designated for subsequent years expenditures. The allocation and projection of allocation of surplus are in compliance with New Jersey Department of Education Budgetary Guidelines.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2010, the Weehawken Board of Education had $ 14,418,620 invested in capital assets, for governmental activities. This amount represents a net increase of $ 582,061 compared to the prior year. This was mainly due to the 2008 referendum for various school improvements netted with depreciation of capital assets. More detailed information about the Board's capital assets and depreciation is presented in Note 4 to the financial statements.

Debt

At June 30, 2010, the Weehawken Board of Education had $ 13,805,100 in long-term debt and loans payable, and $ 908,261 in short-term debt and loans payable, totaling $ 14,713,361. Long-term liabilities as of June 30, 2010 included compensated absences payable, and capital lease obligations. More detailed information about the Board's long-term liabilities is presented in Note 5 of the financial statements.

Current Issues

The Weehawken Board of Education has been able to provide a quality education for the students in our community while adhering to financial guidelines that exhibit a strong fiscal philosophy. We are currently faced with the dilemma of increased academic requirements and only small increases in state aid for the last three years. Approximately seventy percent of our school budget is funded by local taxes, which during tough economic times makes it difficult to increase educational programs.

As always we will continue to meet the core curriculum content standards and help our children reach their maximum potential.

Contacting the Weehawken Board of Education's Financial Management

The Management Discussion and Analysis of this financial report is designed to provide citizens, taxpayers and investors with a snapshot of the Weehawken Board of Education's finances. Also, to reflect the Weehawken Board of Education's accountability for the monies it receives. Questions about this report or additional financial information needs should be directed to Kevin J. Mclellan, Superintendent of Schools, Weehawken Board of Education, 53 Liberty Place, Weehawken, NJ 07086.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

Exhibit A-1

Weehawken Board of Education
Statement of Net Assets
June 30, 2010

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 1,242,116	$ 193,467	$ 1,435,583
Receivables, net	1,054,444	19,393	1,073,837
Inventory		10,464	10,464
Restricted assets:			
Cash and cash equivalents	736,974		736,974
Capital assets: Land	602,575		602,575
Capital assets: Building & Impr., Machinery & Equipment (Net)	13,816,045	1,332	13,817,377
Total Assets	17,452,154	224,656	17,676,810
LIABILITIES			
Accounts payable	597,208	34,849	632,057
Payable to other funds			
Deferred revenue	375,005		375,005
Noncurrent liabilities :			
Due within one year	908,261		908,261
Due beyond one year	13,805,100		13,805,100
Total liabilities	15,685,574	34,849	15,720,423
NET ASSETS			
Invested in capital assets, net of related debt	1,452,669	1,332	1,454,001
Restricted for:			
Debt service	74,235		74,235
Capital projects	566,346		566,346
Other purposes	1,128,315		1,128,315
Unrestricted	(1,454,985)	188,475	(1,266,510)
Total net assets	$ 1,766,580	$ 189,807	$ 1,956,387

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

Exhibit A-2

Weehawken Board of Education
Statement of Activities
For the Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Governmental activities:							
Instruction:							
Regular	$ 10,288,373		$ 3,280,534		$ (7,007,839)		$ (7,007,839)
Special education	1,272,364		245,722		(1,026,642)		(1,026,642)
Other special instruction	289,168		55,686		(233,482)		(233,482)
Community Service	10,000		2,636		(7,364)		(7,364)
Other instruction	525,309		108,488		(416,821)		(416,821)
Support services:							
Tuition	1,859,272	46,970	490,159		(1,322,143)		(1,322,143)
Student & instruction related services	2,418,491		668,943		(1,749,548)		(1,749,548)
School administrative services	873,642		149,443		(724,199)		(724,199)
General and business administrative services	1,411,005		213,315		(1,197,690)		(1,197,690)
Central Services	481,665		92,323		(389,342)		(389,342)
Plant operations and maintenance	1,817,501		408,342		(1,409,159)		(1,409,159)
Pupil transportation	1,139,170		89,567		(1,049,603)		(1,049,603)
Charter Schools	168,248		44,354		(123,894)		(123,894)
Interest on long-term debt	744,926		157,729		(587,197)		(587,197)
Capital Reserve Transfer to Debt Service	285,000			285,000	-		-
Capital Outlay - Not Capitalized	20,231				(20,231)		(20,231)
Unallocated depreciation	92,037				(92,037)		(92,037)
Total governmental activities	23,696,402	46,970	6,007,241	285,000	(17,357,191)	-	(17,357,191)
Business-type activities:							
Food Service	343,446	98,209	275,892			30,655	30,655
Latchkey Program	61,997	84,848				22,851	22,851
Total business-type activities	405,443	183,057	275,892	-		53,506	53,506
Total primary government	$24,101,845	$ 230,027	$ 6,283,133	$ 285,000	$ (17,357,191)	$ 53,506	$ (17,303,685)
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net					15,422,306		15,422,306
Revenue from Local Gov't Allocated to Capital Reserve							-
Taxes levied for debt service					785,833		785,833
Federal and State aid not received					3,406		3,406
Miscellaneous Income					402,025		402,025
Adjustment : Capital Leases					18,120		18,120
Transfers					7,887		7,887
Total general revenues, special items, extraordinary items and transfers					16,639,577	-	16,639,577
Change in Net Assets					(717,614)	53,506	(664,108)
Net Assets—beginning					2,484,194	136,301	2,620,495
Net Assets—ending					$ 1,766,580	$ 189,807	$ 1,956,387

FUND FINANCIAL STATEMENTS

Exhibit B-1

Weehawken 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	$ 877,842	$ 393	$ 670,233	$ 66,348	$ 1,614,816
Investments	364,274				364,274
Capital Reserve Account					-
Due from other funds	194,311		77,551	7,887	279,749
Receivables from other governments	459,501	592,880			1,052,381
Total assets	$ 1,895,928	$ 593,273	$ 747,784	$ 74,235	$ 3,311,220
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	356,575	67,082	173,551		597,208
Interfund payable	77,551	192,248	7,887		277,686
Deferred revenue		375,005			375,005
Total liabilities	434,126	634,335	181,438	-	1,249,899
Fund Balances:					
Reserved for:					
Encumbrances	482,023		208,930		690,953
Unreserved - designated for subsequent year's expenditures	160,000			66,347	226,347
Excess Surplus - designated for subsequent year's expenditures	486,292				- 486,292
Reserved Fund Balance- Excess Surplus	159,264				- 159,264
Reserved Fund Balance- Capital Reserve Account					-
Other purposes					-
Unreserved, reported in:					
General fund	174,223				174,223
Special revenue fund		(41,062)			(41,062)
Debt service fund				7,888	7,888
Capital projects fund			357,416		357,416
Total Fund balances	1,461,802	(41,062)	566,346	74,235	2,061,321
Total liabilities and fund balances	$ 1,895,928	$ 593,273	$ 747,784	$ 74,235	$ 3,311,220

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 $24,228,978 and the accumulated depreciation is $10,412,933 (See Note 4).	14,418,620
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds:	
Bonds Payable - Series 2008	(7,500,000)
Bonds Payable - Series 2003	(4,698,000)
Bonds Payable - Series 1993	(360,000)
Loans Payable	(346,870)
Refunding School Bonds	(1,495,000)
Capital Lease Payable	(61,081)
Compensated Absences Payable	(252,410)
Net assets of governmental activities	$ 1,766,580

J:\ExcelFiles\Audit and Non-profit Audit Clients\Municipalities\Budgets\Municipalities\Englewood Cliffs\[2010 Budget.XLS]sheet A to 1a

Exhibit B-2

Weehawken Board of Education
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the 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	$ 15,422,306	$ -	$ -	$ 785,833	$ 16,208,139
Capital Reserve				285,000	285,000
Tuition charges	46,970				46,970
Miscellaneous	402,025				402,025
Total - Local Sources	15,871,301	-	-	1,070,833	16,942,134
State sources	4,313,589	438,595		157,729	4,909,913
Federal sources	25,686	1,075,048			1,100,734
Total revenues	20,210,576	1,513,643	-	1,228,562	22,952,781
EXPENDITURES					
Current:					
Regular instruction	$ 6,551,951	$ 1,142,106	$ -	$ -	$ 7,694,057
Special education instruction	932,074				932,074
Other special instruction	211,228				211,228
Other instruction	411,519				411,519
Community service programs	10,000				10,000
Support services:					
Tuition	1,859,272				1,859,272
Student & instruction related services	1,645,557	223,237			1,868,794
School administrative services	566,867				566,867
Other administrative services	809,147				809,147
Central services	350,199				350,199
Plant operations and maintenance	1,548,923				1,548,923
Pupil transportation	1,039,880				1,039,880
Employee benefits	4,080,632	138,417			4,219,049
Transfer to charter school	168,248				168,248
Debt service:					
Principal				486,706	486,706
Interest and other charges				744,926	744,926
Capital outlay	340,331	10,470	1,600,249		1,951,050
Total expenditures	20,525,828	1,514,230	1,600,249	1,231,632	24,871,939
Excess (Deficiency) of revenues over expenditures	(315,252)	(587)	(1,600,249)	(3,070)	(1,919,158)
OTHER FINANCING SOURCES (USES)					
Transfers in				7,887	7,887
Transfers out					-
Total other financing sources and uses	-	-	-	7,887	7,887
Net change in fund balances	(315,252)	(587)	(1,600,249)	4,817	(1,911,271)
Fund balance—July 1	1,777,054	(40,475)	2,166,595	69,418	3,972,592
Fund balance—June 30	$ 1,461,802	$ (41,062)	$ 566,346	$ 74,235	$ 2,061,321

Exhibit B-3

Weehawken Board of Education
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2010

Total net change in fund balances - governmental funds (from B-2)		$ (1,911,271)
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 depreciation exceeded capital outlays in the period.		
Depreciation expense	$ (1,028,130)	
Capital Reserve Transfer to Repay Debt	(285,000)	
Adjustment For Fixed Assets Purchased From Fund 30 Not Capitalized	(20,231)	
Repayment of Capital Lease Charged to capital outlay	(35,628)	
Capital outlay	1,951,050	
		582,061
Repayment of bond principal and capital leases are 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.		
Repayment of bond principal	486,706	
Repayment of capital leases	117,059	
		603,765
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.		
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 a reduction in the reconciliation's (-); when the paid amount exceeds the earned amount the difference is an additional to the reconciliation (+).		
Compensated absences earned		7,831
Change in net assets of governmental activities		$ (717,614)

Exhibit B-4

Weehawken Board of Education
Statement of Net Assets
Proprietary Funds
June 30, 2010

	Business-type Activities - Enterprise Funds		
	Food Service	**Latchkey Program**	**Totals**
ASSETS			
Current assets:			
Cash and cash equivalents	$ 67,517	$ 125,950	$ 193,467
Accounts receivable	19,393		19,393
Inventories	10,464		10,464
Total current assets	97,374	125,950	223,324
Noncurrent assets:			
Furniture, machinery & equipment	72,008		72,008
Less accumulated depreciation	(70,676)		(70,676)
Total noncurrent assets	1,332	-	1,332
Total assets	$ 98,706	$ 125,950	$ 224,656
LIABILITIES			
Current liabilities:			
Accounts payable	$ 33,839	$ 1,010	$ 34,849
Total current liabilities	33,839	1,010	34,849
Total liabilities	33,839	1,010	34,849
NET ASSETS			
Invested in capital assets net of related debt	1,332		1,332
Unrestricted	63,535	124,940	188,475
Total net assets	64,867	124,940	189,807
Total liabilities and net assets	$ 98,706	$ 125,950	$ 224,656

Exhibit B-5

Weehawken Board of Education
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2010

	Business-type Activities - Enterprise Fund		
	Food Service	**Latchkey Program**	**Total Enterprise**
Operating revenues:			
Charges for services:			
Daily sales - non-reimbursable programs	$ 98,209	$ -	$ 98,209
Community service activities		84,848	84,848
Total operating revenues	98,209	84,848	183,057
Operating expenses:			
Cost of sales	166,014		166,014
Salaries	89,476	61,997	151,473
Payroll Taxes	17,532		17,532
Repairs and maintenance	1,188		1,188
Administrative Fees	40,029		40,029
General supplies	28,257		28,257
Depreciation	951		951
Total Operating Expenses	343,447	61,997	405,444
Operating income (loss)	(245,238)	22,851	(222,387)
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	10,824		10,824
Federal sources:			
National school lunch program	231,549		231,549
Food distribution program	33,520		33,520
Total nonoperating revenues (expenses)	275,893	-	275,893
Income (loss) before contributions & transfers	30,655	22,851	53,506
Transfers in (out)	-	-	-
Change in net assets	30,655	22,851	53,506
Total net assets—beginning	34,212	102,089	136,301
Total net assets—ending	$ 64,867	$ 124,940	$ 189,807

Exhibit B-6

Weehawken Board of Education
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2010

	Business-type Activities - Enterprise Funds		
	Food Service	**Latchkey Program**	**Total Enterprise**
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 98,209	$ 84,848	$ 183,057
Payments to employees	(89,476)	(61,997)	(151,473)
Payments for Payroll taxes/ Employee Benefits	(17,532)		(17,532)
Payments to suppliers	(204,389)		(204,389)
Net cash provided by (used for) operating activities	(213,188)	22,851	(190,337)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	10,559		10,559
Federal Sources	225,113		225,113
Operating subsidies and transfers from/(to) other funds			-
Net cash provided by (used for) non-capital financing activities	235,672	-	235,672
Net increase (decrease) in cash and cash equivalents	22,484	22,851	45,335
Balances—beginning of year	45,033	102,089	147,122
Balances—end of year	$ 67,517	$ 124,940	$ 192,457
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	$ (245,238)	$ 22,851	$ (222,387)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation and net amortization	951		951
Food distribution program	33,520		33,520
(Increase) decrease in accounts receivable, net			
(Increase) decrease in inventories	(5,720)		(5,720)
Increase (decrease) in accounts payable	3,299		3,299
Total adjustments	32,050	-	32,050
Net cash provided by (used for) operating activities	$ (213,188)	$ 22,851	$ (190,337)

Exhibit B-7

Weehawken Board of Education
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Expendable Trust Funds	Nonexpendable Trust	Agency Funds
ASSETS			
Cash and cash equivalents	$ 14,198	$ 1,000	$ 131,049
Due from general fund	-		
Total assets	14,198	1,000	131,049
LIABILITIES			
Accounts payable			
Interfund Payable - general fund			2,063
Payable to student groups			37,531
Payroll deductions and withholdings			91,455
Total liabilities	-	-	$ 131,049
NET ASSETS			
Held in trust for other purposes	$ 14,198		
Reserved for scholarships		$ 1,000	

Exhibit B-8

Weehawken Board of Education
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2010

	Expendable Trust Fund	Private Purpose Scholarship Fund
ADDITIONS		
Investment earnings:		
Interest	$ 57	$ 12
Net investment earnings	57	12
Total additions	57	12
DEDUCTIONS		
Transfer to student activity fund	2,448	12
Donation for parks	81,000	
Miscellaneous expenses		
Total deductions	83,448	12
Change in net assets	(83,391)	-
Net assets—beginning of the year	97,589	1,000
Net assets—end of the year	$ 14,198	$ 1,000

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (the "Board") of the Weehawken School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. To the extent practicable, accounting principles generally accepted in United States of America will be hereinafter referred to as "GAAP" for purposes of simplicity. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

The more significant of the Board's accounting policies are described below.

A. Reporting Entity:

The Weehawken School District is a Type II district located in the County of Hudson, 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. The Weehawken School District had an approximate enrollment at June 30, 2010 of 1,214 students.

GASB Statement 14 establishes criteria to be used to determine which component units should be included in the General Purpose Financial Statements of the oversight entity. The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards is whether:

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basic Financial Statements – District-Wide Statements:

The Board's basic financial statements include both district-wide (reporting the Board as a whole) and fund financial statements (reporting the Board's major funds). Both the district-wide and fund financial statements categorize primary activities as either governmental or business type. The Board's general operating services, special revenue, capital projects, debt service and non-expendable trust funds are classified as governmental activities. The Board's Food Service and Latchkey Program are classified as business-type activities.

The Statement of Net Assets and Statement of Activities display information about the reporting district as a whole. They include all funds of the reporting entity except for fiduciary funds and component units that are fiduciary in nature.

In the district-wide Statement of Net Assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Board's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Board first utilizes restricted resources to finance qualifying activities.

The district-wide Statement of Activities reports both the gross and net cost of each of the Board's functions and business-type activities. The functions are also supported by general government revenues (property and certain intergovernmental revenues). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property, taxes, intergovernmental revenues, interest income, etc.)

The Board does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.)

The district-wide focus is more on the sustainability of the Board as an entity and the change in the Board's net assets resulting from the current year's activities.

C. Fund Accounting:

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities reserves, fund equity reserves, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into six fund types within three broad fund categories as follows:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued):

Governmental Funds

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

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

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. 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 project, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

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

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued):

Proprietary Fund

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

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

The District's Enterprise Fund is comprised of the Food Service Fund and the Extended Care Latchkey Program.

Internal Service Funds: Internal service funds are used to account for the financing of goods or services provided by an activity to other departments or funds on a cost-reimbursement basis. The district does not have internal service funds.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or non-current, associated with their activity are included on their balance sheets. Their reported net assets (net total assets) is segregated into invested in capital assets, net of related debt, restricted for capital projects or unrestricted, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives for the Food Service Fund fixed assets are: Electronic equipment, 10 years; light furniture, 15 years; and heavy furniture, 20 years.

Fiduciary Funds

Fiduciary Funds are used to report assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds and therefore are not available to support District programs. The reporting focus is on net assets and changes in net assets and are reported using accounting principles similar to proprietary funds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Fund Accounting (Continued):

Fiduciary Fund (Continued)

Expendable Trust Fund: An Expendable Trust Fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. The Expendable Trust Fund includes the Patricia Bohan – Lewis Scholarship Fund, Dorothy Nelinichok Scholarship Fund and Louis Ferullo Scholarship Fund.

Non-expendable Trust Fund: A Non-expendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. The District maintains a McGowan Award Scholarship Fund as a Nonexpendable Trust Fund.

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

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Board considers all governmental and business-type activities to be major.

The Board's fiduciary funds are presented in the fiduciary fund financial statements by type (agency and expendable trust). Since by definition these assets are being held for the benefit of a third party (other local governments, students, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the district-wide statements.

D. Basis of Measurement and Accounting Focus:

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Measurement and Accounting Focus (Continued):

Measurement Focus

On the district-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in item b below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

a. All governmental funds and expendable trust funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

b. The proprietary funds utilize "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

c. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the district-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenue are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds, expendable trust funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after the year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for principal and interest on long-term debt which are reported when due.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Measurement and Accounting Focus (Continued):

Basis of Accounting (Continued):

All proprietary funds and non-expendable trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

E. Budgets / Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the Special Revenue Fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)l. 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 material supplemental budgetary appropriations during the fiscal 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 generally accepted accounting principles with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The following presents a reconciliation of the general fund revenues and special revenue funds revenue and expenditures from the budgetary basis of accounting as presented in the Budgetary Comparison Schedules to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds. Note that the district does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognitions policy for the last state aid payment.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgets / Budgetary Control (Continued):

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	$ 20,206,583	$ 1,513,240
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		(3,196)
Prior year encumbrances expended		4,186
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	(272,881)	(41,062)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	276,874	40,475
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	$ 20,210,576	$ 1,513,643
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	$ 20,525,828	$ 1,513,240
Difference - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		(3,196)
Prior year encumbrances expended		4,186
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.		
Net transfers (outflows) to general fund.		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	$ 20,525,828	$ 1,514,230

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Encumbrances:

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as deferred revenues at fiscal year end.

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

G. 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 date 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.

H. Tuition Receivable:

Tuition charges for the fiscal year 2009-2010 were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

I. Tuition Payable:

Tuition charges for the fiscal years 2009-2010 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the Enterprise Fund represent payments made to vendors that will benefit periods beyond June 30, 2010. The district did not have any prepaid expenses at June 30, 2010.

K. Short-Term Interfund Receivables/Payables:

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

For the purpose of the Statement of Activities, all interfund transfers between individual funds have been eliminated.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Fixed Assets:

During the year ended June 30, 1991, the District established a formal system of accounting for its general fixed assets. General fixed assets acquired or constructed subsequent to June 30, 1991 are recorded at original cost. General fixed assets acquired or constructed prior to the establishment of the formal system are evaluated at cost based on historical records or estimation procedures performed by an independent appraisal company. Donated fixed assets are valued at their estimated fair market value on the date received.

The accounting treatment over property, plant, and equipment (fixed assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

District-Wide Statements

In the district-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated fixed assets, which are recorded at their estimated fair value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to June 30, 2002.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Building	50 years
Improvements	20 years
Machinery and Equipment	5-10 years

Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets used in proprietary fund operations are accounted for the same as in the district-wide statements.

M. Compensated Absences:

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Compensated Absences (Continued):

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

The liability for these compensated absences is recorded as long-term debt in the district-wide statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources.

N. Deferred Revenue:

Deferred revenue in the General Fund represents unspent special revenue state grants, which are unspent from prior years. Deferred revenue in the special revenue fund represents cash, which has been received but not yet earned.

O. Long-Term Obligations:

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

All long-term debt to be paid from governmental and business-type resources is reported as liabilities in the district-wide statement. The long-term debt consists primarily of bonds, loans accrued, compensated absences, early retirement incentives and obligations under capital lease.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The accounting for proprietary funds is the same in the fund statements as it is in the district-wide statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Equity Classifications:

District-Wide Statements

Equity is classified as net assets and displayed in three components:

a) Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

b) Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

c) Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved or unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the district-wide statements.

Q. Operating and Nonoperating Revenue:

Operating revenues for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue not related to capital and related financing, noncapital financing, or investing activities. Nonoperating revenues include reimbursements by the State for school breakfast, lunch and food distribution programs.

R. Expenditures/Expenses:

In the district-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds – By Character:	Current (further classified by function) Debt Service Capital Outlay
Proprietary Fund – By Operating and Nonoperating	

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

S. Use of Estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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.

As of June 30, 2010, the District's deposits and investments are summarized as follows:

Reconciliation to District-Wide Statement of Net Assets:	
Unrestricted Cash	$ 1,435,583
Restricted Cash	736,974
Trust and Agency Fund Cash (Not included in District-Wide Statements)	146,247
	$ 2,318,804

The District maintains its cash balances reflected in the balance sheets in three different financial institutions. The accounts are insured by the Federal Deposit Insurance Corporation up to $ 250,000 in each financial institution. The remaining cash bank balance is covered by the State of New Jersey, Governmental Unit Deposit Act. All investments are available on demand.

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

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

As of June 30, 2010, the District had $ 378,472 on deposit with the New Jersey Cash Management Fund.

As of June 30, 2010, the District implemented disclosure requirements of Governmental Accounting Standards Board Statement No. 40 *Deposits and Investment Risk Disclosures* (GASB 40) and, accordingly, the Authority has assessed the Custodial Credit Risk, the Concentration of Credit Risk, Credit Risk and Interest Rate Risk of its Cash and Cash Equivalents and Investments.

(a) Custodial Credit Risk – The District deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are: uncollateralized, collateralized with securities held by the pledging financial institution, collateralized with securities held by the financial institution's trust department or agent but not in the depository government's name. The deposit risk is that, in the event of the failure of the financial institution, the District will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The District's investment securities are exposed to custodial risk if the securities are uninsured, are not registered in the name of the District and are held by either: the counterparty or the counterparty's trust department or agent but not in the District's name. The investment risk is that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party.

As of June 30, 2010, the District's bank balance was not exposed to custodial credit risk since the full amount was covered by either FDIC insurance or GUDPA. The New Jersey Cash Management Fund which is administered by the State of New Jersey Department of the Treasury invests pooled monies from various State and non-State agencies in primarily short-term investments. The investments include: US Treasuries, Short-Term Commercial Paper, US Government Agency Bonds, Corporate Bonds, and Certificated of Deposits. Agencies that are part of the Fund typically earn returns that mirror short-term interest rates. The Fund is considered an investment pool and as such is not exposed to custodial credit risk. The District does not have a formal policy for deposit custodial credit risk other than to maintain sufficient funds in the checking account to cover checks that have not cleared the account as of a specific date.

As of June 30, 2010 there were no investments in the District's portfolio. The District does not have a formal policy for investment securities custodial risk other than to maintain a safekeeping account for the securities at a financial institution.

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

(b) Concentration of Credit Risk- This is the risk associated with the amount of investments the District has with any one issuer that exceed 5 percent or more of its total investments. Investments issued or explicitly guaranteed by the US government and investments in mutual funds, external investment pools, and other pooled investments were excluded from this requirement. The District places no limit on the amount it may invest in any one issuer. As of June 30, 2010, the District was not exposed to a concentration of credit risk.

(c) Credit Risk – GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the District does not have an investment policy regarding Credit Risk except to the extent previously outlined under the District's investment policy. The New Jersey Cash Management Fund is not rated.

(d) Interest Rate Risk – This is the risk that changes in the interest rates will adversely affect the fair value of investment. The District does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations, but the District does from time to time evaluate its investment portfolio to determine if, based on the interest rate environment, other investments would provide higher yields that lower the cost and risk.

NOTE 3. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Township of Weehawken Board of Education through the adoption of a Board resolution, by inclusion of $ 285,000 during June 30, 2009 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. The annual budget included a withdrawal for Transfer to Debt Service for Repayment of Debt of the entire $285,000.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) 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-14.1g, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2009	$ 285,000
Withdrawals	
Transfer to Debt Service for Repayment of Debt: Board Resolution September 15, 2009	$ 285,000
Ending Balance, June 30, 2010	$ 0

NOTE 3. CAPITAL RESERVE ACCOUNT (CONTINUED):

Upon approval of the district's LRFP, capital reserve may also be transferred by board resolution to the debt service fund to offset principal and interest payments for bonded projects that are included in the district's approved LRFP. On September 15, 2009 the capital reserve balance of $285,000 was transferred to debt service fund for the repayment of debt.

At June 30, 2010, LRFP balance of local support costs of uncompleted capital projects is $ 0 . The withdrawals from the capital reserve were for use in a DOE approved facilities project for repayment of debt, consistent with the district's Long Range Facilities Plan.

NOTE 4. CAPITAL ASSETS AND DEPRECIATION

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. General capital assets are long-lived assets of the Board as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation bases for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement cost.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets.

Donated capital assets are capitalized at estimated fair market value on the date donated. Capital outlay (Exhibit B-2) reconciles to additions in the fixed assets schedule of $ 1,951,050 , except for $20,231, which was included in capital outlay for assets with values under the $2,000 asset reporting limit, $285,000 which was transfer to debt service from capital reserve and $35,628 which was payment of prior year capital lease principal.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: building, 50 years; improvements, 20 years; equipment 5 to 10 years.

NOTE 4. CAPITAL ASSETS AND DEPRECIATION (Continued)

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

	Balance July 1, 2009	Additions	Adjustment/ Disposals	Balance June 30, 2010
Governmental Activities:				
Land	$ 602,575			$ 602,575
Buildings & Building Improvements	19,621,717	1,580,018		21,201,735
Machinery & Equipment	2,997,070	30,173		3,027,243
Totals at Historic Cost	23,221,362	1,610,191	-	24,831,553
Less Accumulated Depreciation				
Buildings & Building Improvements	(6,913,994)	(947,146)		(7,861,140)
Machinery & Equipment	(2,470,810)	(80,983)		(2,551,793)
Total Accumulated Depreciation	(9,384,804)	(1,028,129)	-	(10,412,933)
Governmental Activities Capital Assets, Net	$ 13,836,558	$ 582,062	$ -	$ 14,418,620
Business-type Activities:				
Machinery & Equipment	72,008			72,008
Totals at Historic Cost	72,008	-	-	72,008
Less Accumulate Depreciation				
Machinery & Equipment	(69,725)	(951)		(70,676)
Total Accumulated Depreciation	(69,725)	(951)	-	(70,676)
Business-type Activities Capital Assets, Net	$ 2,283	$ (951)	$ -	$ 1,332

NOTE 4. CAPITAL ASSETS AND DEPRECIATION (Continued)

** Depreciation expense was charged to Governmental Activities as follows:

Instruction:	
Regular	$ 325,724
Special Education	-
Other Instruction	-
Total Instruction	325,724
Support Services:	
Student & Instructional Related Services	22,957
School Administrative Services	14,555
General & Business Administrative Services	505,917
Operation & Maintenance of Plant	66,939
Unallocated Depreciation	92,037
Total Support Services	702,405
Total Depreciation Expense	$ 1,028,129

NOTE 5. LONG-TERM DEBT

The Board's long-term debt is summarized as follows:

As of June 30, 2010, the governmental long-term debt of the Board consisted of the following:

Bonds Payable:	
Current Portion	$ 675,000
Non Current Portion	13,378,000
Loans Payable:	
Current Portion	83,596
Non Current Portion	263,274
Accrued Compensated Absences:	
Current Portion	135,535
Non Current Portion	116,875
Obligations Under Capital Leases	
Current Portion	14,130
Non Current Portion	46,951
Total Governmental Activity Debt	$ 14,713,361

As of June 30, 2010, there was no long-term debt payable from proprietary fund resources. During the Fiscal year ended June 30, 2010, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance June 30, 2009	Issued	Retired/ Adjustments	Balance June 30, 2010	Amounts Due Within One Year	Long Term Portion
Bonds Payable	$ 14,458,000		$ (405,000)	$ 14,053,000	$ 675,000	$ 13,378,000
Loans Payable	428,576		(81,706)	346,870	83,596	263,274
Obigations Under Capital Leases	178,140		(117,059)	61,081	14,130	46,951
Compensated Absences Payable	260,240	23,395	(31,225)	252,410	135,535	116,875
Total	$ 15,324,956	$ 23,395	$ (634,990)	$ 14,713,361	$ 908,261	$ 13,805,100

NOTE 5. LONG-TERM DEBT (Continued)

A. Bonds Payable:

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

In October 1993, the District issued serial bonds for general improvements to the District's property and in July, 2003, the District issued pension serial bonds for early retirement incentives payable. Principal and interest due on those serial bonds outstanding are as follows:

Year Ending June 30,	Principal	Interest	Total
2011	675,000	562,373	1,237,373
2012	690,000	537,231	1,227,231
2013	725,000	510,801	1,235,801
2014	740,000	269,100	1,009,100
2015	660,000	456,314	1,116,314
Thereafter	10,563,000	3,064,054	13,627,054
	$ 14,053,000	$ 5,399,873	$ 19,452,873

B. Capital Leases:

On June 16, 2009, the Board signed two five-year leases for two school buses. The first payment on the lease commences on August 15, 2009. On August 15, 2009 one of the school bus leases was paid off. Principal and interest due on the capital lease obligations outstanding are as follows:

Year Ending June 30,	Principal	Interest	Total
2011	14,130	3,176	17,306
2012	14,865	2,441	17,306
2013	15,637	1,669	17,306
2014	16,449	857	17,306
			-
	$ 61,081	$ 8,143	$ 69,224

NOTE 5. LONG-TERM DEBT (Continued)

D. Long Term Loans:

In August 1993, the Board was awarded two long-term loans by the New Jersey Economic Development Authority under the New Jersey Public School Facilities Loan Assistance Program for various improvements throughout the school district. Principal and interest due on these long term loans is as follows:

Year Ending June 30,	Principal	Interest	Total
2011	83,595	11,178	94,773
2012	85,583	8,120	93,703
2013	87,722	4,954	92,676
2014	89,970	1,672	91,642
			-
	$ 346,870	$ 25,924	$ 372,794

NOTE 6. 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, 08625-0295.

Teachers' Pension and Annuity Fund (TPAF) – The Teachers' Pension and Annuity Fund was established as of January 1, 1995, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

NOTE 6. 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 55 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 – Two pieces of legislation passed during the year ending June 30, 2002 had a significant impact on the benefit provisions under the PERS and TPAF. Chapter 133, P.L. 2002, increases retirement benefits for service, deferred and early retirement by changing the formula from 1/60 to 1/55 of final compensation for each year of service. This legislation also increases the retirement benefit for veteran members with 35 or more years of service and reduces the age qualification from 60 to 55. The legislation further provides that existing retirees and beneficiaries would also receive a comparable percentage increase in their retirement allowance. The benefit enhancements were effective with the November 1, 2002 benefit checks. Chapter 120, P.L.2002, establishes an additional retirements option for plan members. Under the new option, a retiree's actuarially reduced allowance (to provide a benefit to the retiree's beneficiary upon the death of the retiree) would "pop-up" to the maximum retirement allowance if the beneficiary predeceases the retiree.

Chapter 4, P.L. 2002 provides increased benefits to certain members of the PERS, who retired prior to December 29, 1989 with at least 25 years of creditable service. The maximum amount of the increase is 5 percent of the retiree's final compensation. For those with 30 or more years of service, the total pension would increase from 65 percent to 70 percent of final compensation.

Due to the enactment of 1997 legislation, Chapter 114, P.L. 1997 and Chapter 115, P.L. 1997, the State of New Jersey's portion of the unfounded accrued liability under each retirement system was eliminated. In addition, excess valuation assets were available to fund, in full or in part, the State of New Jersey's normal contribution from 1997 to 2001, excluding the contribution for post-retirement medical benefits in the PERS and TPAF.

NOTE 6. PENSION PLANS (Continued)

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 various pension funds provide for employee contributions based on percentages ranging from 3.00 percent to 8.50 percent of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in all Funds except the SACT, CPF, and PAF. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the JRS, PFRS, PERS, SPRS, and TPAF. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums.

Three – Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
06/30/10	$ 142,820	100%	0
06/30/09	118,762	100%	0
06/30/08	-	100%	0

Three – Year Trend Information for TPAF

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
06/30/10	592,375	100%	0
06/30/09	577,106	100%	0
06/30/08	1,299,632	100%	0

During the fiscal year ended June 30, 2010, the State of New Jersey contributed $ 592,375 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 $ 686,605 during the year ended June 30, 2010 for employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund statements and schedules as a revenue and expenditure in accordance with GASB 27.

NOTE 7. POST-RETIREMENT BENEFITS

P.L. 1987, c. 384 and P.L. 1990, c.6 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, c.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 made post-retirement (PRM) contributions of $1.38 billion for fiscal year 2009 and $3.22 million for fiscal year 2008.

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

NOTE 8. COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years not to exceed $7,000. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee union.

In the district-wide *Statement of Net Assets*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year. The liability for vested compensated absences of the governmental fund types is recorded as a current and long-term liability. The current portion of the compensated absence balance is $ 135,535 and long-term liability balance of compensated absences is $ 116,875. The total balance of compensated absences payable was $ 252,410 as of June 30, 2010.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2010, a liability existed for compensated absences in the Food Service Fund in the amount of $ 0.

NOTE 9. DEFERRED COMPENSATION

The Board offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. 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: 1) Equitable; 2) Met Life; 3) Valic; and 4) Lincoln Investment.

NOTE 10. RISK MANAGEMENT

The District is exposed to various risk 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 through North Jersey Educational Insurance Fund 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 11. INTERFUND RECEIVABLES AND PAYABLES

The following Interfund balances remained on the balance sheet at June 30, 2010:

Fund	Receivable	Payable
General Fund	$ 194,311	$ 77,551
Special Revenue Fund		192,248
Capital Project Fund	77,551	7,887
Debt Service Fund	7,887	
Fiduciary Funds		2,063
Total	**$ 279,749**	**$ 279,749**

The payroll agency interfund receivable in the General Fund was not eliminated, since Trust and Agency Funds are not included on The Statement of Net Assets.

NOTE 12. INVENTORY

Ending inventory in the Food Service Fund at June 30, 2010 was $ 10,464.

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984 as amended by the single audit act amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

NOTE 13. FUND BALANCE APPROPRIATED

Fund Statements

General Fund (Exhibit B-1) – Of the $1,461,802 General Fund balance at June 30, 2010, $ 482,023 is reserved for encumbrances; $ 152,264 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 ($646,292 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2011); and $174,223 is unreserved and undesignated.

Capital Projects Fund – Of the $566,346 Capital Project Fund balance at June 30, 2010, $208,930 is reserved for encumbrances; $357,416 is unreserved.

Debt Service Fund – Of the Debt service Fund balance at June 30, 2010, $66,347 has been appropriated and included as anticipated revenue for the year ending June 30, 2011; and $ 7,888 is unreserved and undesignated.

District-wide Statements

The following is a summary of adjustments made to the fund statements to arrive at the total net assets per the District-wide Statement of Net Assets:

	Governmental Activities	Business-Type Activities	Total
Fund Balance/Net Assets	$ 313,911	$ 188,475	$ 502,386
Add: Capital Assets, Net of A/D	14,418,620	1,332	14,419,952
Less: Long-Term Liabilities	(12,965,951)		(12,965,951)
Total Net Assets	$ 1,766,580	$ 189,807	$ 1,956,387

NOTE 14. CALCULATION OF EXCESS SURPLUS

Pursuant to N.J.S.A. 18A:7F-7, as amended, the designation for Reserved Fund Balance – Excess Surplus is a required calculation. 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 was $ 159,264. The excess fund balance at June 30, 2009 was $486,292. Pursuant to the provisions of Executive Order No. 14, $ 500,013 of that amount was approved by the Commissioner of the Department of Education for withdrawal to address any budget shortfall in the general fund account group due to the 2009-10 withholding of state aid.

NOTE 15. CONTINGENT LIABILITIES

Litigation

The Board is involved in several claims and lawsuits incidental to its operations. In the opinion of the Board's management and of the Board's attorney, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

Grants

The Board received and continued to participate in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes and effective internal control for the proper administration of the funds. The Board is subject to the provisions of the Single Audit Act of 1984 and as amended by the Single Audit Act of 1996 and other related Federal requirements, and State of New Jersey requirements which require that financial assistance programs received by the Board be audited in conjunction with the audit of the general-purpose financial statements. In addition, substantially all grants, entitlements and costs reimbursements are subject to financial and compliance audits by the grantors. As of June 30, 2010, the Board estimates that no material liabilities will result from such audits.

NOTE 16. DEFICIT FUND BALANCES

The District has a deficit fund balance of $(41,062) in the Special Revenue Fund as of June 30, 2010 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General and Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District does not have a deficit in the GAAP funds statements, and therefore is less than the last state aid payment.

Required Supplementary Information

Part II

BUDGETARY COMPARISON SCHEDULES

Exhibit C-1

Weehawken Board of Education
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable / (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	$ 15,422,306	$ -	$ 15,422,306	$ 15,422,306	$ -
Tuition				46,970	46,970
Miscellaneous	363,770	-	363,770	402,025	38,255
Total - Local Sources	15,786,076	-	15,786,076	15,871,301	85,225
State Sources:					
Adjustment Aid	2,108,944	-	2,108,944	1,608,931	(500,013)
Transportation Aid	89,567	-	89,567	89,567	-
Special Education Aid	643,753	-	643,753	643,753	-
Security Aid	311,815	-	311,815	311,815	-
Extra-ordinary Aid	314,383	-	314,383	376,550	62,167
Other State Aid	1,989	-	1,989	-	(1,989)
TPAF Pension (On-Behalf - Non-Budgeted)		-		592,375	592,375
TPAF Social Security (Reimbursed - Non-Budgeted)		-		686,605	686,605
Total State Sources	3,470,451	-	3,470,451	4,309,596	839,145
Federal Sources:					
Medical Assistance Program	36,248	-	36,248	25,686	(10,562)
Total Federal Sources	36,248	-	36,248	25,686	(10,562)
Total Revenues	19,292,775	-	19,292,775	20,206,583	913,808
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	489,348	(66,637)	422,711	417,998	4,713
Grades 1-5 - Salaries of Teachers	2,133,283	82,410	2,215,693	2,214,641	1,052
Grades 6-8 - Salaries of Teachers	1,375,692	87,700	1,463,392	1,446,264	17,128
Grades 9-12 - Salaries of Teachers	1,660,007	(102,000)	1,558,007	1,509,674	48,333
Regular Programs - Home Instruction:					
Salaries of Teachers	22,000	3,000	25,000	19,438	5,562
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	129,654	(4,473)	125,181	118,862	6,319
Purchased Professional-Educational Services	75,250	26,304	101,554	91,287	10,267
Purchased Technical Services	76,800	-	76,800	64,785	12,015
Rentals	197,000	(39,700)	157,300	118,951	38,349
Other Purchased Services (400-500 series)	101,750	(14,378)	87,372	61,275	26,097
Travel		1,200	1,200	1,073	127
General Supplies	236,330	65,618	301,948	281,491	20,457
Textbooks	218,820	(18,905)	199,915	179,805	20,110
Other Objects	28,922	8,278	37,200	26,407	10,793
TOTAL REGULAR PROGRAMS - INSTRUCTION	6,744,856	28,417	6,773,273	6,551,951	221,322
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of Teachers	171,350	-	171,350	171,350	-
Other Salaries for Instruction	106,373	808	107,181	106,383	798
General Supplies	3,875	840	4,715	3,929	786
Textbooks	4,625	3,514	8,139	8,139	-
Total Learning and/or Language Disabilities	286,223	5,162	291,385	289,801	1,584
Resource Room/Resource Center:					
Salaries of Teachers	504,960	1,170	506,130	503,526	2,604
Other Salaries for Instruction	125,205	-	125,205	125,204	1
Purchased Professional-Educational Services					
General Supplies	5,000	(563)	4,437	1,096	3,341
Textbooks	23,365	(10,553)	12,812	12,447	365
Total Resource Room/Resource Center	658,530	(9,946)	648,584	642,273	6,311
TOTAL SPECIAL EDUCATION - INSTRUCTION	944,753	(4,784)	939,969	932,074	7,895
Bilingual Education - Instruction					
Salaries of Teachers	207,067	600	207,667	207,615	52
Other Purchased Services (400-500 series)		-			-
General Supplies	5,800	-	5,800	3,613	2,187
Textbooks	7,200	(600)	6,600		6,600
Total Bilingual Education - Instruction	220,067	-	220,067	211,228	8,839
School-Spon. Cocurricular Actvts. - Inst					
Salaries	85,588	(1,000)	84,588	59,857	24,731
Supplies and Materials	11,500	1,554	13,054	9,784	3,270
Other Objects	10,000	-	10,000	8,830	1,170
					-
Total School-Spon. Cocurricular Actvts. - Inst	107,088	554	107,642	78,471	29,171

Exhibit C-1

Weehawken Board of Education
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable / (Unfavorable)
School-Spon. Cocurricular Athletics - Inst					
Salaries	$ 246,000	$ (7,300)	$ 238,700	$ 222,979	$ 15,721
Supplies and Materials	66,400	19,600	86,000	81,542	4,458
Other Objects	37,000	(11,717)	25,283	18,251	7,032
Total School-Spon. Cocurricular Athletics - Inst	349,400	583	349,983	322,772	27,211
Before and After School Programs- Instruction					
Salaries	25,000	-	25,000	3,068	21,932
Total Before and After School Programs- Instruction	25,000	-	25,000	3,068	
Summer School Instruction					
Salaries	25,000	-	25,000	7,208	17,792
Total Summer School Instruction	25,000	-	25,000	7,208	
Community Services Programs/Operations					
Salaries	12,000	-	12,000	10,000	2,000
Total Community Services Programs/Operations	12,000	-	12,000	10,000	2,000
TOTAL INSTRUCTION	8,428,164	24,770	8,452,934	8,116,772	296,438
Undistributed Expenditures - Instruction					
Tuition to Other LEA's Within the State - Special	833,249	(83,700)	749,549	648,308	101,241
Tuition to CSSD & Regional Day Schools	448,209	(159,483)	288,726	274,268	14,458
Tuition to Private Schools for the Disabled - Within State	862,102	132,551	994,653	936,696	57,957
Tuition to Private Schools for the Disabled & Other LEA - Spl.,O/S St		-			-
Tuition - State Facilities					-
Total Undistributed Expenditures - Instruction	2,143,560	(110,632)	2,032,928	1,859,272	173,656
Undistributed Expend. - Attend. & Social Work					
Salaries	47,513	-	47,513	47,512	1
Other Purchased Services	1,000	-	1,000	506	494
Total Undistributed Expend. - Attend. & Social Work	48,513	-	48,513	48,018	495
Undist. Expend. - Health Services					
Salaries	174,183	1,516	175,699	175,699	-
Purchased Professional and Technical Services	450	-	450	-	450
Supplies and Materials	7,450	(715)	6,735	5,369	1,366
Other Objects	4,100	(801)	3,299	695	2,604
Total Undistributed Expenditures - Health Services	186,183	-	186,183	181,763	4,420
Undist. Expend. - Other Supp. Serv. Students - Related Serv					
Salaries	179,700	(48,447)	131,253	131,240	13
Purchased Professional - Educational Service	30,000	27,847	57,847	47,824	10,023
Supplies and Materials	6,000	1,208	7,208	5,685	1,523
Total Undist. Expend. - Other Supp. Serv. Students - Related Serv	215,700	(19,392)	196,308	184,749	11,559
Undist. Expend. - Other Supp. Serv. Students-Reg					
Salaries of Other Professional Staff	286,652	650	287,302	287,302	-
Salaries of Secretarial and Clerical Assistants		-	-	-	-
Supplies and Materials	37,000	2,962	39,962	14,531	25,431
Total Undist. Expend. - Other Supp. Serv. Students-Reg	323,652	3,612	327,264	301,833	25,431
Undist. Expend. - Other Supp. Serv. Students - Spl					
Salaries of Other Professional Staff	355,253	(17,000)	338,253	326,948	11,305
Salaries of Secretarial and Clerical Assistants	34,260	-	34,260	34,260	-
Travel		500	500	368	132
Other Objects	8,000	85	8,085	2,631	5,454
Total Undist. Expend. - Other Supp. Serv. Students - Spl	397,513	(16,415)	381,098	364,207	16,891
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	105,775	(1)	105,774	86,367	19,407
Salaries of Other Professional Staff	142,264	1	142,265	142,264	1
Total Undist. Expend. - Improvement of Inst. Serv.	248,039	-	248,039	228,631	19,408
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	203,375	650	204,025	204,025	-
Salaries of Technology Coordinators	108,574	1	108,575	104,484	4,091
Purchased Professional and Technical Services	2,400	(1)	2,399	408	1,991
Supplies and Materials	15,200	6,522	21,722	20,393	1,329
Other Objects	8,875	(650)	8,225	2,796	5,429
Total Undist. Expend. - Edu. Media Serv./Sch. Library	338,424	6,522	344,946	332,106	12,840
Undist. Expend. - Instructional Staff Training Serv					
Purchased Professional - Educational Service	19,288	1,365	20,653	4,250	16,403
Total Undist. Expend. - Instructional Staff Training Serv	19,288	1,365	20,653	4,250	16,403
Undist. Expend. - Supp. Serv. - General Admin					
Salaries	243,568	1	243,569	243,568	1
Salaries of Attorneys	12,000	-	12,000	12,000	
Other Professional Education Services		-	-	-	-
Legal Services	40,000	1,200	41,200	41,182	18
Audit Fees	65,000	-	65,000	63,000	2,000
Other Purchased Professional Services	44,000	16,767	60,767	55,805	4,962
Purchased Technical Services	4,500	4,500	9,000	8,733	267
Communications/Telephone	92,000	(1)	91,999	79,040	12,959
BOE Other Purchased Services	13,500	(1,500)	12,000	2,380	9,620
Travel		900	900	812	88
Other Purchased Services		-			-
Other Purchased Services (400-500 series)	33,000	-	33,000	29,915	3,085
General Supplies	28,400	321	28,721	15,852	12,869
Judgments Against School District		-			-
Miscellaneous Expenditures	43,000	(15,600)	27,400	2,122	25,278
BOE Membership Dues and Fees	15,000	648	15,648	12,458	3,190
Total Undist. Expend. - Supp. Serv. - General Admin	633,968	7,236	641,204	566,867	74,337
Undist. Expend. - Support Serv. - School Admin					
Salaries of Principals/Assistant Principals	543,686	41,500	585,186	585,123	63

Exhibit C-1

Weehawken Board of Education
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable / (Unfavorable)
Salaries of Other Professional Staff		-			-
Salaries of Secretarial and Clerical Assistants	192,093	-	192,093	192,092	1
Purchased Professional and Technical Services	5,000	-	5,000	1,200	3,800
Travel		300	300	60	240
Supplies and Materials	21,000	(10,000)	11,000	1,133	9,867
Other Objects	40,100	19,414	59,514	29,539	29,975
Total Undist. Expend. - Support Serv. - School Admin	801,879	51,214	853,093	809,147	43,946
Undist. Expend. -Central Services					
Salaries	$ 350,300	$ -	$ 350,300	$ 350,199	$ 101
Total Undist. Expend. -Central Services	350,300	-	350,300	350,199	101
Undist. Expend. -Allowable Maintenance for School Facilities					
Cleaning, Repair, and Maintenance Services	116,032	81,454	197,486	181,805	15,681
Purchase of Professional and Technical Services		-			-
Total Undist. Expend. -Allowable Maintenance for School Facilities	116,032	81,454	197,486	181,805	15,681
Undist. Expend. - Oth. Oper. & Maint. of Plant					
Salaries	684,000	(137,145)	546,855	524,694	22,161
Purchased Professional and Technical Services	65,000	57,000	122,000	110,220	11,780
Cleaning, Repair and Maintenance Services	63,400	(23,635)	39,765	38,098	1,667
Rental of Land and Buildings		-			-
Other Purchased Property Services	67,000	(2,000)	65,000	55,604	9,396
Insurance	135,000	41,600	176,600	176,521	79
Travel	1,000	-	1,000		1,000
General Supplies	67,000	31,094	98,094	85,016	13,078
Energy (Energy and Electricity)	142,800	7,903	150,703	127,858	22,845
Other Objects	17,000	7,592	24,592	13,008	11,584
Salaries of Non-Instructional Aides	125,000	(5,000)	120,000	111,863	8,137
Energy (Natural Gas)	214,200	(29,000)	185,200	111,804	73,396
Total Undist. Expend. - Other Oper. & Maint. Of Plant	1,581,400	(51,591)	1,529,809	1,354,686	175,123
Undist. Expend. - Security					
Salaries	12,000	480	12,480	12,432	48
Total Undist. Expend. - Security	12,000	480	12,480	12,432	48
Total Undist. Expend. - Oper. & Maint. Of Plant	1,709,432	30,343	1,739,775	1,548,923	190,852
Undist. Expend. - Student Transportation Serv					
Sal. For Pup.Trans. (Bet. Home and School) - Regular	167,000	33,000	200,000	198,358	1,642
Sal. For Pup.Trans. (Bet. Home and School) - Special	50,000	-	50,000	50,000	-
Sal. For Pup. Trans. (Other than Bet. Home and School)	37,500	-	37,500	16,130	21,370
Health Benefits	80,000	-	80,000	80,000	-
Cleaning, Repair and Maintenance Services	65,000	(5,730)	59,270	36,328	22,942
Contract Services - (Between Home and School) - Vendors	620,000	(3,324)	616,676	589,706	26,970
Contract Services (Other than Between Home & School)-Vendors	24,200	650	24,850	17,087	7,763
Travel		200	200	163	37
Misc. Purchased Serv. - Transportation	25,000	(14,705)	10,295	2,300	7,995
Supplies and Materials	32,000	38,000	70,000	49,808	20,192
Total Undist. Expend. - Student Transportation Serv	1,100,700	48,091	1,148,791	1,039,880	108,911
UNALLOCATED BENEFITS					
Social Security Contributions	217,000	2,100	219,100	219,026	74
T.P.A.F. Contributions - Regular		-			-
T.P.A.F. Contributions - ERIP		-			-
Other Retirement Contributions - Regular	130,000	12,820	142,820	142,820	-
Unemployment Compensation	26,000	11,400	37,400	35,409	1,991
Workmen's Compensation	130,000	9,050	139,050	139,029	21
Health Benefits	2,293,911	(27,820)	2,266,091	2,265,368	723
Tuition Reimbursement	15,000	(13,500)	1,500	-	1,500
Other Purchased Services	-	-	-	-	-
TOTAL UNALLOCATED BENEFITS	2,811,911	(5,950)	2,805,961	2,801,652	4,309
On-behalf TPAF pension Contributions (non-budgeted)	-	-	-	592,375	(592,375)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	686,605	(686,605)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	1,278,980	(1,278,980)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	2,811,911	(5,950)	2,805,961	4,080,632	(1,274,671)
TOTAL UNDISTRIBUTED EXPENDITURES	11,329,062	(4,006)	11,325,056	11,900,477	(575,421)
TOTAL GENERAL CURRENT EXPENSE	19,757,226	20,764	19,777,990	20,017,249	(239,259)
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
Equipment - Grades 9-12	10,000	9,800	19,800	19,703	97
Equipment - School Sponsors and Other Instructional Program	10,000	(10,000)	-	-	-
Equipment - Undistributed. Expend. Operations & Maintenance of Plant Serv	10,350	(10,350)	-	-	-
Lease Purchase Agreements - Principal	42,600	(6,972)	35,628	35,628	-
Capital Reserve - Transfer to Repayment of Debt	285,000	-	285,000	285,000	-
Equipment - Non-Instruction		173,200	173,200		173,200
Total Facilities Acquisition and Construction Services	357,950	155,678	513,628	340,331	173,297
TOTAL CAPITAL OUTLAY	357,950	155,678	513,628	340,331	173,297
Transfer of Funds to Charter Schools	177,460	11,875	189,335	168,248	21,087
TOTAL EXPENDITURES	20,292,636	188,317	20,480,953	20,525,828	(44,875)

Exhibit C-1

Weehawken Board of Education
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable / (Unfavorable)
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (999,861)	$ (188,317)	$ (1,188,178)	$ (319,245)	$ 868,933
Other Financing Sources:					
Operating Transfer Out:					
Transfer to Food Service Fund		-	-	-	-
Transfer to Extended Care		-	-	-	-
Total Other Financing Sources:	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(999,861)	(188,317)	(1,188,178)	(319,245)	868,933
Fund Balance, July 1	2,053,928	-	2,053,928	2,053,928	-
Fund Balance, June 30	$ 1,054,067	$ (188,317)	$ 865,750	$ 1,734,683	$ 868,933

Recapitulation:

Reserve for Encumbrances	$ 482,023
Unreserved - Designated for Subsequent Year's Expenditures	486,292
Excess Surplus - Designated for Subsequent Year's Expenditures	160,000
Reserved Fund Balance - Excess Surplus	159,264
Unrestricted Fund Balance	447,104
	1,734,683
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment not recognized on GAAP basis	(272,881)
Fund Balance per Governmental Funds (GAAP)	$ 1,461,802

Exhibit C-2

Weehawken Board of Education
Budgetary Comparison Schedule
Special Revenue Fund
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	$ 433,064	$ 10,727	$ 443,791	$ 439,182	$ (4,609)
Federal Sources	769,786	644,960	1,414,746	1,074,058	(340,688)
Total Revenues	**1,202,850**	**655,687**	**1,858,537**	**1,513,240**	**(345,297)**
EXPENDITURES:					
Instruction					
Personal Services- Salaries		153,054	153,054	51,856	101,198
Salaries of Teachers	685,064	74,675	759,739	758,239	1,500
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services	65,000	-	65,000	65,000	-
Other Purchased Services		205,935	205,935	1,286	204,649
Tuition	210,000	11,802	221,802	221,802	-
General Supplies	16,746	28,644	45,390	43,114	2,276
Textbooks		-			-
Other Objects	1,341	-	1,341	1,067	274
Total Instruction	978,151	474,110	1,452,261	1,142,364	309,897
Support Services					
Salaries of Supervisor of Instruction	35,831	-	35,831	35,666	165
Salaries of Principals/Assis.		-			-
Salaries of Other Professional Staff		4,354	4,354	4,354	-
Salaries of Secretaries & Clerical Assistants	24,098	-	24,098	24,097	1
Personal Services - Salaries		4,090	4,090	4,090	-
Other Salaries	12,000	-	12,000	12,000	-
Personal Services - Employee Benefits	125,460	35,992	161,452	138,417	23,035
Purchased Professional - Technical Services		36,555	36,555	30,178	6,377
Purchased Professional - Educational Services	25,000	-	25,000	25,000	-
Purchased Property Services		65,804	65,804	63,310	2,494
Rentals	2,310	-	2,310	2,310	-
Contr. Serv.-Trans. (Bet. Home & Sch.)		-			-
Supplies & Materials		24,312	24,312	20,984	3,328
Total Support Services	224,699	171,107	395,806	360,406	35,400
Facilities Acquisition and Construction Services:					
Instructional Equipment	-	10,470	10,470	10,470	-
Total Facilities Acquisition and Construction Services	-	10,470	10,470	10,470	-
Transfer to Charter School		-		-	-
Total Expenditures	1,202,850	655,687	1,858,537	1,513,240	345,297
Other Financing Sources (Uses)					
Transfer in from General Fund	-	-	-	-	-
Transfer Out to Whole School Reform (General Fund)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Total Outflows	**1,202,850**	**655,687**	**1,858,537**	**1,513,240**	**345,297**
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Exhibit C-3

Weehawken Board of Education
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to Required Supplementary Information
For the 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]**	$ 20,206,583	**[C-2]**	$ 1,513,240
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				(3,196)
Prior year encumbrances expended				4,186
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(272,881)		(41,062)
State aid payment recognized for GAAP Statement in the current year, previously recognized for budgetary purposes.		276,874		40,475
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	**[B-2]**	$ 20,210,576	**[B-2]**	$ 1,513,643
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	**[C-1]**	$ 20,525,828	**[C-2]**	$ 1,513,240
Difference - budget to GAAP:				
The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for *budgetary* purposes, but in the year the supplies are receivec for *financial reporting* purposes.				(3,196)
Prior year encumbrances expended				4,186
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (outflows) to general fund				
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	**[B-2]**	$ 20,525,828	**[B-2]**	$ 1,514,230

OTHER SUPPLEMENTARY INFORMATION

ABBOTT SCHEDULES

These schedules have been omitted. The Weehawken Board of Education is a Non Abbott District.

SPECIAL REVENUE FUND

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specific purposes.

Exhibit E-1

Weehawken Board of Education
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	Total Brought Forward (Ex. E-1a)	Title I 2009-2010	I.D.E.A. Part B Preschool 2009-2010	I.D.E.A. FT Part B-Basic 2009-2010	Title II, Part D IKE 2009-2010	Totals 2010
REVENUES						
State Sources	$ 439,182	$ -	$ -	$ -	$ -	$ 439,182
Federal Sources	279,376	492,907	9,817	287,050	4,908	1,074,058
Total Revenues	**718,558**	**492,907**	**9,817**	**287,050**	**4,908**	**1,513,240**
EXPENDITURES:						
Instruction:						
Salaries of Teachers	379,359	378,880				758,239
Personal Services - Salaries	51,856					51,856
Purchased Professional and Technical Services	-			65,000		65,000
Tuition	-		9,817	211,985		221,802
General Supplies	30,114	5,000		8,000		43,114
Other Purchased Services	1,286					1,286
Other Objects	1,067					1,067
Total instruction	463,682	383,880	9,817	284,985	-	1,142,364
Support services:						
Salaries of Supervisors of Instruction	35,666					35,666
Salaries of Principals/Assis.	-					-
Salaries of Other Professional Staff	4,354					4,354
Salaries of Sec. And Clerical Assis.	24,097					24,097
Personal Services - Salaries					4,090	4,090
Other Salaries	12,000					12,000
Personal Services - Employee Benefits	61,823	75,776			818	138,417
Purchased Professional - Technical Services	30,178					30,178
Purchased Professional - Educational Services	-	25,000				25,000
Rentals	2,310					2,310
Purchased Property Services	63,310					63,310
Supplies & Materials	10,668	8,251		2,065		20,984
Total support services	244,406	109,027	-	2,065	4,908	360,406

continued

Exhibit E-1

Weehawken Board of Education
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	Total Brought Forward (Ex. E-1a)	Title I 2009-2010	I.D.E.A. Part B Preschool 2009-2010	I.D.E.A. FT Part B-Basic 2009-2010	Title II, Part D IKE 2009-2010	Totals 2010
EXPENDITURES (CONT'D):						
Facilities acquisition and const. serv.:						
Instructional Equipment	$ 10,470	$ -	$ -	$ -	$ -	$ 10,470
Total facilities acquisition and const. serv.	10,470	-	-	-	-	10,470
Transfer to Charter Schools	-					-
Total Expenditures	**718,558**	**492,907**	**9,817**	**287,050**	**4,908**	**1,513,240**
Other Financing Sources (Uses)						
Transfer In from General Fund	-					-
Contribution to Whole School Reform	-					-
	-	-	-	-	-	-
Total Outflows	**718,558**	**492,907**	**9,817**	**287,050**	**4,908**	**1,513,240**
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -	-

Exhibit E-1a

Weehawken Board of Education
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	Total Brought Forward (Ex. E-1b)	Title II, Part A CSR	Title III	Title IV Safe & Drug Free Schools and Communities	Title I ARRA 2009-2010	Totals 2010
REVENUES						
State Sources	$ 439,182	$ -	$ -	$ -	$ -	$ 439,182
Federal Sources	101,741	83,497	18,169	7,225	68,744	279,376
Total Revenues	**540,923**	**83,497**	**18,169**	**7,225**	**68,744**	**718,558**
EXPENDITURES:						
Instruction:						
Salaries of Teachers	309,778	69,581				379,359
Personal Services - Salaries	-				51,856	51,856
Purchased Professional and Technical Services	-					-
Tuition	-					-
General Supplies	9,945		18,169		2,000	30,114
Other Purchased Services	1,286					1,286
Other Objects	1,067					1,067
Total instruction	322,076	69,581	18,169	-	53,856	463,682
Support services:						
Salaries of Supervisors of Instruction	35,666					35,666
Salaries of Principals/Assis.	-					-
Salaries of Other Professional Staff	-			4,354		4,354
Salaries of Administrative and Clerical Assistants	24,097					24,097
Personal Services - Salaries						-
Other Salaries	12,000					12,000
Personal Services - Employee Benefits	39,460	13,916		871	7,576	61,823
Purchased Professional - Technical Services	26,200				3,978	30,178
Purchased Professional - Educational Services	-					-
Rentals	2,310					2,310
Purchased Property Services	63,310					63,310
Supplies & Materials	5,334			2,000	3,334	10,668
Total support services	208,377	13,916	-	7,225	14,888	244,406

continued

Exhibit E-1a

Weehawken Board of Education
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	Total Brought Forward (Ex. E-1b)	Title II, Part A CSR	Title III	Title IV Safe & Drug Free Schools and Communities	Title I ARRA 2009-2010	Totals 2010
EXPENDITURES (CONT'D):						
Facilities acquisition and const. serv.:						
Instructional Equipment	$ 10,470	$ -	$ -	$ -	$ -	10,470
Total facilities acquisition and const. serv.	10,470	-	-	-	-	10,470
Transfer to Charter Schools	-					-
Total Expenditures	**540,923**	**83,497**	**18,169**	**7,225**	**68,744**	**718,558**
Other Financing Sources						
Transfer in from General Fund	-					-
Contribution to Whole School Reform	-					-
	-	-	-	-	-	-
Total Outflows	**540,923**	**83,497**	**18,169**	**7,225**	**68,744**	**718,558**
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -	$ -

Exhibit E-1b

Weehawken Board of Education
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	I.D.E.A. FT Part B-Basic ARRA 2009-2010	I.D.E.A. Part B Preschool ARRA 2009-2010	NJ EIF Safety Grant Program	Preschool Program Aid	Peer Pride Counseling	Total Carried Forward
REVENUES						
State Sources			$ 5,334	$ 430,348	$ 3,500	$ 439,182
Federal Sources	100,455	1,286				101,741
Total Revenues	**100,455**	**1,286**	**5,334**	**430,348**	**3,500**	**439,182**
EXPENDITURES						
Instruction:						
Salaries of Teachers				306,278	3,500	309,778
Personal Services - Salaries						-
Purchased Professional and Technical Services						-
Tuition						-
General Supplies	475			9,470		9,945
Other Purchased Services		1,286				1,286
Other Objects				1,067		1,067
Total instruction	475	1,286	-	316,815	3,500	322,076
Support services:						
Salaries of Supervisors of Instruction				35,666		35,666
Salaries of Principals/Assis.						-
Salaries of Other Professional Staff						-
Salaries of Administrative and Clerical Assistants				24,097		24,097
Personal Services - Salaries						-
Other Salaries				12,000		12,000
Personal Services - Employee Benefits				39,460		39,460
Purchased Professional - Technical Services	26,200					26,200
Purchased Professional - Educational Services						-
Rentals				2,310		2,310
Purchased Property Services	63,310					63,310
Supplies & Materials			5,334			5,334
Total support services	89,510	-	5,334	113,533	-	208,377

continued

EXPENDITURES (CONT'D):						
Facilities acquisition and const. serv.:						
Instructional Equipment	$ 10,470	$ -	$ -	$ -	$ -	$ 10,470

Exhibit E-1b

Weehawken Board of Education
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	I.D.E.A. FT Part B-Basic ARRA 2009-2010	I.D.E.A. Part B Preschool ARRA 2009-2010	NJ EIF Safety Grant Program	Preschool Program Aid	Peer Pride Counseling	Total Carried Forward
Total facilities acquisition and const. serv.	10,470	-	-	-	-	-
Transfer to Charter Schools						-
Total Expenditures	**100,455**	**1,286**	**5,334**	**430,348**	**3,500**	**530,453**
Other Financing Sources (Uses)						
Transfer in from General Fund						-
Contribution to Whole School Reform						-
	-	-	-	-	-	-
Total Outflows	**100,455**	**1,286**	**5,334**	**430,348**	**3,500**	**530,453**
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -	$ -

Exhibit E-2

Weehawken Board of Education
Special Revenue Fund
Schedule of Preschool Education Aid
Budgetary Basis
For the Year Ended June 30, 2010

	Budgeted	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	$ 306,278	$ 306,278	$ -
Other Salaries for Instruction			-
Other Purchased Services (400-500 series)			-
Tuition to Other LEAs within State			
General Supplies	11,746	9,470	2,276
Textbooks			-
Other Objects	1,341	1,067	274
Total instruction	319,365	316,815	2,550
Support services:			
Salaries of Supervisors of Instruction	35,831	35,665	166
Salaries of Program Directors			
Salaries of Other Professional Staff			-
Salaries of Secr. And Clerical Assistants	24,098	24,098	-
Other Salaries	12,000	12,000	-
Salaries of Community Parent Involvement Specialists			
Salaries of Master Teachers			
Personal Services - Employee Benefits	39,460	39,460	-
Purchased Professional - Educational Services			-
Other Purchased Professional Education - Services			
Rentals	2,310	2,310	-
Contr. Transportation Service (Betw. Home & Sch.)			
Contr. Transportation Service (Field Trips)			
Travel			
Supplies & Materials			-
Total support services	113,699	113,533	166
Total expenditures	$ 433,064	$ 430,348	$ 2,716

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2009-10 Preschool Education Aid Allocation	$ 410,616
Add: Actual ECPA Carryover (June 30, 2009)	46,881
Add: Budgeted Transfer from the General Fund 2008-09	
Total Preschool Education Aid Funds Available for 2008-09 Budget	457,497
Less: 2009-10 Budgeted Preschool Education Aid (Including prior year budget carryover)	(433,064)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2010	24,433
Add: Prior Year Unexpended Encumbrance	89
Add: June 30, 2010 Unexpended Preschool Education Aid	2,716
2009-10 Actual Carryover - Preschool Education Aid/ Preschool	$ 27,238
2009-10 Preschool Education Aid Carryover Budgeted in 2010-11	$ 24,433

CAPITAL PROJECTS FUND

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

Weehawken Board of Education
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budgetary Basis
For the Year Ended June 30, 2010

Revenues and other Financing Sources	
Bond Proceeds	
Other sources	
Total revenues	-
Expenditures and Other Financing Uses	
Other purchased professional and technical services	109,562
Construction services	1,589,716
Legal services	11,975
Total expenditures	1,711,253
Excess (deficiency) of revenues over (under) expenditures	(1,711,253)
Fund balance - beginning	2,068,669
Fund balance - ending	$ 357,416

F-1a

Weehawken Board of Education
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Basis, and Project Status - Budgetary Basis
Various School Improvements-12/17/02
From Inception and for the Year Ended 6/30/10

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other Financing Sources				
State sources - SCC Grant	$ 3,548,899		$ 3,548,899	$ 3,548,899
Bond proceeds and transfers	5,858,000		5,858,000	5,858,000
Other sources	301		301	301
Total revenues	$ 9,407,200	$ -	$ 9,407,200	$ 9,407,200
Expenditures and Other Financing Uses				
Other professional and technical services	922,630	950	923,580	995,363
Construction services	8,373,123		8,373,123	8,285,837
Legal services	1,540		1,540	126,000
Total expenditures	$ 9,297,293	$ 950	$ 9,298,243	$ 9,407,200
Excess (deficiency) of revenues over expenditures	$ 109,907	$ (950)	$ 108,957	$ -

Additional project information:

Project Number	5580-050-03-0457
	5580-050-03-0458
	5580-050-03-0459
Grant Date	12/20/02
Bond Authorization Date	07/09/04
Bonds Authorized	5,858,000
Bonds Issued	5,858,000
Original Authorized Cost	9,471,513
Additional Authorized Cost	-
Revised Authorized Cost	9,471,513
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	100%
Original target completion date	1/1/05
Revised target completion date	6/30/07

F-1b

Weehawken Board of Education
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Basis, and Project Status - Budgetary Basis
Various School Improvements-03/19/08
From Inception and for the Year Ended 6/30/10

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other Financing Sources				
State sources - SCC Grant	$	$	$ -	
Bond Anticipation Note Proceeds			-	
Bond Proceeds Receivable			-	
Bond proceeds and transfers	7,500,000		7,500,000	7,500,000
Other sources			-	
Total revenues	$ 7,500,000	$ -	$ 7,500,000	$ 7,500,000
Expenditures and Other Financing Uses				
Other professional and technical services	1,124,009	108,612	1,232,621	773,905
Construction services	4,362,169	1,589,716	5,951,885	6,637,580
Legal services	55,060	11,975	67,035	88,515
Total expenditures	$ 5,541,238	$ 1,710,303	$ 7,251,541	$ 7,500,000
Excess (deficiency) of revenues over expenditures	$ 1,958,762	$ (1,710,303)	$ 248,459	$ -

Additional project information:

Project Number	5580-050-08-2000
	5580-070-08-1000
	5580-080-08-1000
Grant Date	N/A
Bond Authorization Date	3/19/2008
Bonds Authorized	7,500,000
Bonds Issued	7,500,000
Original Authorized Cost	7,500,000
Additional Authorized Cost	-
Revised Authorized Cost	7,500,000
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	97%
Original target completion date	12/31/2009
Revised target completion date	12/31/2010

Exhibit F-2

Weehawken Board of Education
Capital Projects Fund
Summary Statement of Project Expenditures
For the Year Ended June 30, 2010

Project Title/Issue	Original Date	Appropriations	Expenditures to Date Prior Years	Expenditures to Date Current Year	Unexpended Balance June 30, 2010
Various School Improvements	12/17/02	$ 9,407,200	$ 9,297,293	$ 950	$ 108,957
Various School Improvements	3/19/2008	7,500,000	5,541,238	1,710,303	248,459
		$ 16,907,200	$ 14,838,531	$ 1,711,253	$ 357,416

PROPRIETARY FUNDS

Proprietary funds are used to account for district activities that are similar to business operations in the private sector. There are two categories of proprietary funds – enterprise and internal service funds.

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

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

Extended Care Latchkey Program - **This fund provides for the operation of an after school program for all children with the district who require these services.**

Internal service funds are used to account for the financing of goods or services provided by one department or office to other departments or offices of the district board of education, or to other district boards of education and governmental units, on a cost-reimbursement basis.

Internal Service Fund - **NON APPLICABLE**

Exhibit G-1

Weehawken Board of Education
Enterprise Funds
Combining Statement of Net Assets
For the Year Ended June 30, 2010

	Food Service	Latchkey Program	Totals
ASSETS			
Current assets:			
Cash and cash equivalents	$ 67,517	$ 125,950	$ 193,467
Accounts receivable:			
Federal	18,517		18,517
State	876		876
Other			-
Inventories	10,464		10,464
Total current assets	97,374	125,950	223,324
Noncurrent assets:			
Furniture, machinery & equipment	72,008		72,008
Less accumulated depreciation	(70,676)		(70,676)
Total noncurrent assets	1,332	-	1,332
TOTAL ASSETS	$ 98,706	$ 125,950	$ 224,656
LIABILITIES			
Current liabilities:			
Accounts payable	$ 33,839	$ 1,010	$ 34,849
Total current liabilities	33,839	1,010	34,849
Total liabilities	33,839	1,010	34,849
NET ASSETS			
Invested in capital assets net of related debt	1,332		1,332
Unrestricted	63,535	124,940	188,475
Total net assets	64,867	124,940	189,807
TOTAL LIABILITIES AND NET ASSETS	$ 98,706	$ 125,950	$ 224,656

Exhibit G-2

Weehawken Board of Education
Enterprise Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended June 30, 2010

	Food Service	Latchkey Program	Total Enterprise
Operating revenues:			
Charges for services:			
Daily sales - reimbursable programs	$ -	$ -	$ -
Daily sales - non-reimbursable programs	98,209		98,209
Community service activities		84,848	84,848
Total operating revenues	98,209	84,848	183,057
Operating expenses:			
Cost of sales	166,014		166,014
Salaries	89,476	61,997	151,473
Payroll Taxes/ Employee Benefits	17,532		17,532
Repairs and maintenance	1,188		1,188
Administration Fees	40,029		40,029
General Supplies	28,257		28,257
Depreciation	951		951
Total Operating Expenses	343,447	61,997	405,444
Operating income (loss)	(245,238)	22,851	(222,387)
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	10,824		10,824
Federal sources:			
National school lunch program	231,549		231,549
Food distribution program	33,520		33,520
Total nonoperating revenues (expenses)	275,893	-	275,893
Net Income (loss) before contributions & transfers	30,655	22,851	53,506
Operating Transfers			
Operating Transfers in (out) - General Fund			-
Change in net assets	30,655	22,851	53,506
Net assets—beginning	34,212	102,089	136,301
Net assets—ending	$ 64,867	$ 124,940	$ 189,807

Exhibit G-3

Weehawken Board of Education
Enterprise Funds
Combining Statement of Cash Flows
For the Year Ended June 30, 2010

	Food Service	Latchkey Program	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 98,209	$ 84,848	$ 183,057
Payments to employees	(89,476)	(61,997)	(151,473)
Payments for Payroll Taxes/ Employee Benefits	(17,532)		(17,532)
Payments to suppliers	(204,389)		(204,389)
Net cash provided by (used for) operating activities	(213,188)	22,851	(190,337)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	10,559		10,559
Federal Sources	225,113		225,113
Operating subsidies and transfers to other funds			-
Net cash provided by (used for) non-capital financing activities	235,672	-	235,672
Net increase (decrease) in cash and cash equivalents	22,484	22,851	45,335
Balances—beginning of year	45,033	102,089	147,122
Balances—end of year	$ 67,517	$ 124,940	$ 192,457
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	$ (245,238)	$ 22,851	$ (222,387)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation and net amortization	951		951
Food Distribution Program	33,520		33,520
(Increase) decrease in accounts receivable, net			-
(Increase) decrease in inventories	(5,720)		(5,720)
Increase (decrease) in accounts payable	3,299		3,299
Total adjustments	32,050	-	32,050
Net cash provided by (used for) operating activities	$ (213,188)	$ 22,851	$ (190,337)

FIDUCIARY FUNDS

Fiduciary funds report assets that are held in a trustee or agency capacity for the external parties and that cannot be used to support the government's own programs.

Trust and agency funds are used to account for resources held and administered by a school district when it acts in a fiduciary capacity. Trust funds are used to account for assets held by the district as an agent for individuals or other funds.

Scholarship Trust Fund - **(Patricia Bohan-Lewis Scholarship)** **(Louis Ferullo Scholarship)** **(Dorothy Nelnichok Scholarship)**	**This is an expendable trust fund used to account for asset held by the district for grants to students where there are no restrictions regarding the use of principal and income.**
Nonexpendable Trust Fund - **(McGowan Award)**	**This is a scholarship fund used to account for assets held by the district under the terms of a formal trust agreement, whereby the district is under the obligation to maintain the trust principal.**

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

Student Activity Fund -	**This agency fund is used to account for student funds held at the schools.**
Payroll Fund -	**This agency fund is used to account for payroll transactions of the school district.**

Exhibit H-1

Weehawken Board of Education
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2010

	Expendable Trust				Nonexpendable Trust	Agency		Total
	Donation for Parks	Louis Ferullo Scholarship Fund	Patricia Bohan-Lewis Scholarship Fund	Dorothy Nelnichok Scholarship Fund	McGowan Award Scholarship Fund	Student Activity	Payroll	2010
ASSETS:								
Cash and Cash Equivalents		$ 13,042	$ -	$ 1,156	$ 1,000	$ 37,531	$ 93,518	$ 146,247
Due From General Fund						-	-	-
TOTAL ASSETS	$ -	$ 13,042	$ -	$ 1,156	$ 1,000	$ 37,531	$ 93,518	$ 146,247
LIABILITIES AND NET ASSETS:								
Liabilities:								
Payroll Deductions and Withholdings	$ -	$ -	$ -	$ -	$ -	$ -	$ 91,455	$ 91,455
Interfund Payable - General Fund	-	-	-	-	-	-	2,063	2,063
Due to Student Groups	-	-	-	-	-	37,531	-	37,531
Total Liabilities	-	-	-	-	-	37,531	93,518	131,049
Net Assets:								
Reserved - Principal Portion Nonexpendable Trust					1,000	-	-	1,000
Unreserved		13,042	-	1,156		-	-	14,198
Total Net Assets	-	13,042	-	1,156	1,000	-	-	15,198
TOTAL LIABILITIES AND NET ASSETS	$ -	$ 13,042	$ -	$ 1,156	$ 1,000	$ 37,531	$ 93,518	$ 146,247

Exhibit H-2(a)

Weehawken Board of Education
Nonexpendable Trust Fund - Scholarship
Combining Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2010

	McGowan Award Scholarship Fund
Additions:	
Investments Earning:	
Interest on Investments	$ 12
Total Additions	12
Deductions:	
Transfer to Student Activity Fund	12
Total Deductions	12
Change in Net Assets	-
Net Assets - beginning of the year	1,000
Net Assets - end of the year	$ 1,000

Exhibit H-2b

Weehawken Board of Education
Expendable Trust Funds
Combining Statements of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2010

	Donation for Parks	Louis Ferullo Scholarship Fund	Patricia Bohan-Lewis Scholarship Fund	Dorothy Nelnichok Scholarship Fund	Total
Additions:					
Interest on Investments		$ 48	$ 3	$ 6	$ 57
Total Additions	-	48	3	6	57
Deductions:					
Transfer to HS Activities Fund		1,000	948	500	2,448
Expenditures	81,000				
Total Deductions	81,000	1,000	948	500	83,448
Change in Net Assets	(81,000)	(952)	(945)	(494)	(83,391)
Net Assets - beginning of the year	81,000	13,994	945	1,650	97,589
Net Assets - end of the year	$ -	$ 13,042	$ 0	$ 1,156	$ 14,198

Exhibit H-3

Weehawken Board of Education
Student Activity Agency Fund
Schedule of Receipts and Disbursements
For the Year Ended June 30, 2010

	Balance June 30, 2009	Cash Receipts	Cash Disbursements	Balance June 30, 2010
Elementary School				
Roosevelt	$ 797	$ 2,850	$ 1,176	$ 2,471
Webster	3,390	13,040	14,345	2,085
Total Elementary School	4,187	15,890	15,521	4,556
High School				
Weehawken High School:				
General Activity Fund	28,256	136,957	132,238	32,975
Athletic Association	450		450	0
Total High School	28,706	136,957	132,688	32,975
Total Cash and Cash Equivalents	$ 32,893	$ 152,847	$ 148,209	$ 37,531

Exhibit H-4

Weehawken Board of Education
Payroll Agency Fund
Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2010

	Balance, June 30, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and Cash Equivalents	$ 86,636	$ 13,103,478	$ 13,096,596	$ 93,518
Due from General Fund				-
TOTAL ASSETS	$ 86,636	$ 13,103,478	$ 13,096,596	$ 93,518
LIABILITIES:				
Net Payroll	$ -	$ 7,388,685	$ 7,388,685	$ -
Payroll Deductions and Withholdings	84,971	5,714,397	5,707,913	91,455
Interfund Payable - General Fund	1,665	396	(2)	2,063
TOTAL LIABILITIES	$ 86,636	$ 13,103,478	$ 13,096,596	$ 93,518

LONG-TERM DEBT

Long-term debt is used to record the outstanding principal balances of the general long-term liabilities of the school district.
This includes serial bonds outstanding, loans outstanding, and the outstanding principal balance on capital leases, and activity for debt service of the school district.

Exhibit I-1a

Weehawken Board of Education
Long-Term Debt
Schedule of Serial Bonds
For the Year Ended June 30, 2010

Issue	Date of Issue	Amount of Issue	Annual Maturates Date	Annual Maturates Amount	Interest Rate (%)	Balance June 30, 2009	Issued	Retired	Balance June 30, 2010
General Improvements	10/01/93	$ 1,560,000	10/01/10-11	80,000	5.250%	$ 435,000	$ -	$ 75,000	$ 360,000
			10/01/12-13	100,000	5.250%				
General Improvements	07/30/03	$ 5,858,000	07/15/10	260,000	3.350%	4,948,000	-	250,000	4,698,000
			07/15/11	270,000	3.350%				
			07/15/12	280,000	3.350%				
			07/15/13	290,000	3.350%				
			07/15/14	300,000	3.350%				
			07/15/15	310,000	3.400%				
			07/15/16	325,000	3.500%				
			07/15/17	335,000	3.600%				
			07/15/18	350,000	3.625%				
			07/15/19	365,000	3.850%				
			07/15/20	380,000	3.900%				
			07/15/21	395,000	3.950%				
			07/15/22	410,000	4.000%				
			07/15/23	428,000	4.000%				
Pension Bonds Series 2003	07/15/03	$ 2,060,000	04/15/11	85,000	5.000%	$ 1,575,000	$ -	$ 80,000	$ 1,495,000
			04/15/12	90,000	5.200%				
			04/15/13	95,000	5.350%				
			04/15/14	100,000	5.850%				
			04/15/15	110,000	5.850%				
			04/15/16	115,000	5.850%				
			04/15/17	125,000	5.850%				
			04/15/18	130,000	5.850%				
			04/15/19	140,000	5.850%				
			04/15/20	150,000	5.850%				
			04/15/21	160,000	5.850%				
			04/15/22	60,000	5.850%				
			04/15/23	65,000	5.850%				
			04/15/24	70,000	5.850%				

Exhibit I-1a

Weehawken Board of Education
Long-Term Debt
Schedule of Serial Bonds
For the Year Ended June 30, 2010

Issue	Date of Issue	Amount of Issue	Annual Maturates Date	Annual Maturates Amount	Interest Rate (%)	Balance June 30, 2009	Issued	Retired	Balance June 30, 2010
General									
Improvements	09/01/08	$ 7,500,000	09/1/10-12	250,000	3.125%	7,500,000			7,500,000
			09/01/13	250,000	3.250%				
			09/01/14	250,000	3.375%				
			09/01/15	300,000	3.500%				
			09/01/16	300,000	3.600%				
			09/1/2017-19	300,000	4.000%				
			09/01/20-21	450,000	4.000%				
			09/01/22	450,000	4.050%				
			09/01/23	450,000	4.150%				
			09/01/24	450,000	4.200%				
			09/01/25-26	500,000	4.250%				
			09/01/27	500,000	4.300%				
			09/01/28-29	500,000	4.350%				
						$ 14,458,000	$ -	$ 405,000	$ 14,053,000

Exhibit I-b

Weehawken Board of Education
Long-Term Debt
Schedule of Loans
For the Year Ended June 30, 2010

Issue	Date of Issue	Amount of Issue	Annual Date	Maturity Amount	Interest Rate	Balance June 30, 2009	Retired	Balance June 30, 2010
EDA FACILITIES								
Low Interest	08/18/93	$ 710,000	07/15/10-12	$ 37,368	1.500%	$ 186,842	$ 37,368	$ 149,474
			7/15/2013	37,370				
Small Projects	08/18/93	710,000	07/15/10	46,227	5.288%	241,734	44,338	197,396
			07/15/11	48,215	5.288%			
			07/15/12	50,354	5.288%			
			07/15/13	52,600	5.288%			
						$ 428,576	$ 81,706	$ 346,870

Exhibit I-2

Weehawken Board of Education
General Long-Term Debt Account Group
Statement of Obligations Under Capital Leases
For the Year Ended June 30, 2010

Purpose	Date of Lease	Term of Lease	Amount of Original Lease Principal	Interest Rate	Balance June 30, 2009	Issued	Retired	Balance June 30, 2010
Two School Buses	06/01/09	5 Years	$ 178,140	5.20%	$ 178,140		$ 117,059	$ 61,081
					$ 178,140	$ -	$ 117,059	$ 61,081

Exhibit I-3

Weehawken Board of Education
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 785,833		$ 785,833	$ 785,833	$ -
Debt Service Aid Type II	157,729		157,729	$ 157,729	$ -
Capital Reserve	285,000		285,000	285,000	-
Total Revenues	**1,228,562**	**-**	**1,228,562**	**1,228,562**	**-**
EXPENDITURES:					
Regular Debt Service:					
Interest	655,491	-	655,491	655,491	-
Redemption of Interest - Early Retirement Bonds	89,435	-	89,435	89,435	
Redemption of Principal	486,707	-	486,707	486,706	(1)
Total Regular Debt Service	1,231,633	-	1,231,633	1,231,632	(1)
Total expenditures	**1,231,633**	**-**	**1,231,633**	**1,231,632**	**(1)**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,071)	-	(3,071)	(3,070)	1
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund	-	-	-	7,887	7,887
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(3,071)	-	(3,071)	4,817	7,888
Fund Balance, July 1	69,418	-	69,418	69,418	-
Fund Balance, June 30	$ 66,347	$ -	$ 66,347	$ 74,235	$ 7,888
Recapitulation of Excess (Deficiency) of of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	$ 3,071	$ -	$ 3,071	$ 3,071	

STATISTICAL SECTION
(unaudited)

Exhibit J-1

Weehawken Board of Education
Net Assets by Component,
Last Five Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,				
	2010	2009	2008	2007	2006
Governmental activities					
Invested in capital assets, net of related debt	$ 1,452,669	$ 346,843	$ (3,695,007)	$ 3,250,382	$ 3,460,568
Restricted	1,768,896	3,424,191	7,655,175	953,291	1,015,178
Unrestricted	(1,454,985)	(1,286,840)	(1,080,720)	(1,555,557)	(1,651,729)
Total governmental activities net assets	$ 1,766,580	$ 2,484,194	$ 2,879,448	$ 2,648,116	$ 2,824,017
Business-type activities					
Invested in capital assets, net of related debt	$ 1,332	$ 2,283	$ 3,406	$ 4,544	$ 5,749
Restricted					-
Unrestricted	188,475	134,018	77,812	64,015	48,983
Total business-type activities net assets	$ 189,807	$ 136,301	$ 81,218	$ 68,559	$ 54,732
District-wide					
Invested in capital assets, net of related debt	$ 1,454,001	$ 349,126	$ (3,691,601)	$ 3,466,317	$ 3,466,317
Restricted	1,768,896	3,424,191	7,655,175	1,015,178	1,015,178
Unrestricted	(1,266,510)	(1,152,822)	(1,002,908)	(1,602,746)	(1,602,746)
Total district net assets	$ 1,956,387	$ 2,620,495	$ 2,960,666	$ 2,878,749	$ 2,878,749

Exhibit J-2

Weehawken Board of Education
Changes in Net Assets
Last Five Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,				
	2010	2009	2008	2007	2006
Expenses					
Governmental activities					
Instruction					
Regular	$ 10,288,373	$ 10,161,291	$ 9,853,261	$ 9,768,250	$ 9,487,231
Special education	1,272,364	1,236,261	1,142,471	1,132,575	1,037,186
Other special education	289,168	266,252	337,809	327,831	292,082
Community service	10,000	10,000	10,000	10,000	10,378
Other instruction	525,309	525,508	538,591	490,454	474,050
Support Services:					
Tuition	1,859,272	1,871,420	1,551,405	1,424,428	1,317,343
Student & instruction related services	2,418,491	2,240,887	2,262,257	2,068,283	2,046,199
School administrative services	873,642	1,004,476	1,144,612	1,120,990	1,025,375
General and business administrative services	1,411,005	1,442,851	1,433,725	1,406,879	1,147,703
Central services	481,665	134,405	130,602	181,927	163,898
Plant operations and maintenance	1,817,501	2,020,034	1,784,012	1,642,422	1,546,308
Pupil transportation	1,139,170	1,121,880	1,025,974	956,523	855,692
Charter Schools	168,248	196,972	163,356	144,477	158,030
Interest on long-term debt	744,926	318,199	335,470	351,765	367,323
Capital Reserve Transfer to Debt Service	285,000				
Capital Outlay - Not Capitalized	20,231	58,425	59,002	-	-
Unallocated depreciation	92,037	91,160	75,711	68,753	80,912
Total governmental activities expenses	23,696,402	22,700,021	21,848,258	21,095,557	20,009,710
Business-type activities:					
Food service	343,446	427,015	413,510	395,581	417,892
Child Care	61,997	31,850	32,302	39,248	37,828
Total business-type activities expense	405,443	458,865	445,812	434,829	455,720
Total district expenses	$ 24,101,845	$ 23,158,886	$ 22,294,070	$ 21,530,386	$ 20,465,430
Program Revenues					
Governmental activities:					
Charges for services:					
Instruction (tuition)	$ 46,970		$ -	$ -	$ -
Pupil transportation			-	-	-
Central and other support services			-	-	-
Operating grants and contributions	6,007,241	5,885,349	6,609,084	6,261,450	5,898,478
Capital grants and contributions	285,000		-	-	-
Total governmental activities program revenues	6,339,211	5,885,349	6,609,084	6,261,450	5,898,478
Business-type activities:					
Charges for services					
Food service	98,209	84,880	77,003	78,207	99,581
Child care	84,848	80,798	50,638	42,957	39,375
Operating grants and contributions	275,892	233,270	210,830	207,492	221,320
Capital grants and contributions			-	-	-
Total business type activities program revenues	458,949	398,948	338,471	328,656	360,276
Total district program revenues	$ 6,798,160	$ 6,284,297	$ 6,947,555	$ 6,590,106	$ 6,258,754

(Continued)

Exhibit J-2

Weehawken Board of Education
Changes in Net Assets
Last Five Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,				
	2010	2009	2008	2007	2006
Net (Expense)/Revenue					
Governmental activities	$ (17,357,191)	$ (16,814,672)	$ (15,239,174)	$ (14,834,107)	$ (14,111,232)
Business-type activities	53,506	(59,917)	(107,341)	(106,173)	(95,444)
Total district-wide net expense	$ (17,303,685)	$ (16,874,589)	$ (15,346,515)	$ (14,940,280)	$ (14,206,676)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Property taxes levied for general purposes, net	$ 15,422,306	$ 14,829,377	$ 14,419,138	$ 13,351,536	$ 11,046,759
Revenue from Local Gov't Allocated to Capital Reserve		285,000			
Taxes levied for debt service	785,833	788,690	761,768	787,638	567,832
Tuition Charges	-	26,118	26,550	18,100	18,225
Federal and state aid not received	3,406	(179,571)	9,677	2,324	(121,219)
Miscellaneous income	402,025	720,094	434,616	614,153	1,598,921
Capital Grant - Capital Project			(64,313)	-	-
Special Item - Adjustments	18,120	(1,636)		-	-
Transfers	7,887	(48,654)	(116,930)	(115,545)	(41,339)
Total governmental activities	16,639,577	16,419,418	15,470,506	14,658,206	13,069,179
Business-type activities:					
Investment earnings	-	-	-	-	-
Transfers	-	115,000	120,000	120,000	52,000
Total business-type activities	-	115,000	120,000	120,000	52,000
Total district-wide	$ 16,639,577	$ 16,534,418	$ 15,590,506	$ 14,778,206	$ 13,121,179
Change in Net Assets					
Governmental activities	$ (717,614)	$ (395,254)	$ 231,332	$ (175,901)	$ (1,042,053)
Business-type activities	53,506	55,083	12,659	13,827	(43,444)
Total district	$ (664,108)	$ (340,171)	$ 243,991	$ (162,074)	$ (1,085,497)

Exhibit J-3

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

	Fiscal Year Ending June 30,				
	2010	2009	2008	2007	2006
General Fund					
Reserved	$ 1,287,579	$ 1,674,471	$ 1,523,842	$ 1,026,479	$ 974,584
Unreserved	174,223	102,583	263,933	243,455	299,585
Total general fund	$ 1,461,802	$ 1,777,054	$ 1,787,775	$ 1,269,934	$ 1,274,169
All Other Governmental Funds					
Reserved	$ 275,277	$ 100,997	$ 1,108,662	$ 31,927	$ 10,725
Unreserved, reported in:					
Special revenue fund	(41,062)	(40,475)	(77,136)	(77,136)	(77,136)
Capital projects fund	357,416	2,068,669	5,684,461	176,096	209,467
Debt service fund	7,888	66,346	3,071	4,461	31,927
Permanent fund			-	-	-
Total all other governmental funds	$ 599,519	$ 2,195,537	$ 6,719,058	$ 135,348	$ 174,983

Exhibit J-4

Weehawken Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Revenues										
Tax levy	$ 16,208,139	$ 15,903,067	$ 15,180,906	$ 14,139,174	$ 12,516,769	$ 11,614,591	$ 11,420,607	$ 10,190,261	$ 9,873,859	$ 9,417,079
Capital Reserve Transfer	285,000									
Tuition charges	46,970	26,118	26,550	18,100	15,350	18,225	18,375	18,200	14,738	8,525
Interest on Investments			-	-	-	-	-	-	17,094	34,424
Miscellaneous	402,025	720,094	434,616	614,153	1,678,391	1,598,921	702,874	692,288	758,687	815,740
State sources	4,909,913	4,782,183	5,727,499	5,271,818	4,722,464	4,064,605	7,400,987	3,401,368	3,008,155	3,048,092
Federal sources	1,100,734	923,596	891,262	991,956	1,026,235	1,034,620	1,026,333	938,649	790,532	619,713
Total revenue	22,952,781	22,355,058	22,260,833	21,035,201	19,959,209	18,330,962	20,569,176	15,240,766	14,463,065	13,943,573
Expenditures										
Instruction										
Regular Instruction	7,694,057	7,801,906	7,376,369	7,316,545	7,137,789	6,943,762	6,579,142	6,291,373	5,672,323	5,629,655
Special education instruction	932,074	936,020	770,224	758,990	727,540	684,013	648,058	687,209	646,078	607,202
Other special instruction	211,228	198,104	228,583	220,478	208,822	182,539	172,642	186,806	181,049	144,628
Other instruction	411,519	419,838	388,384	366,478	370,969	372,850	346,054	341,597	498,402	360,056
Community service programs	10,000	10,000	10,000	10,000	10,378	10,000	12,000	10,000		
Support Services:										
Tuition	1,859,272	1,871,420	1,551,405	1,424,428	1,317,343	1,259,629	1,128,774	975,008	911,023	779,738
Student & inst. related services	1,868,794	1,694,049	1,575,317	1,433,602	1,468,961	1,198,145	1,288,685	1,271,382	1,109,184	857,823
School administrative services	566,867	744,550	771,573	751,865	726,726	746,642	524,476	504,415	557,971	536,008
Other administrative services	809,147	770,796	797,441	760,332	808,734	908,598	828,706	748,366	776,998	802,019
Central services	350,199	99,750	87,468	121,056	116,000					
Plant operations and maintenance	1,548,923	1,733,794	1,415,556	1,357,898	1,319,132	1,073,630	1,115,732	1,191,799	946,097	991,714
Pupil transportation	1,039,880	1,043,841	923,168	851,139	769,643	751,000	448,203	443,949	401,648	370,554
Employee benefits	4,219,049	3,876,341	4,717,015	4,599,295	3,703,678	3,309,685	3,135,728	2,671,747	2,192,845	2,278,259
Transfer to charter schools	168,248	196,972	163,356	144,477	158,030	126,893	97,449	59,825	54,735	20,409
Debt service:										
Principal	486,706	474,952	458,223	446,592	435,022	202,296	267,215	145,872	229,542	234,002
Interest and other charges	744,926	318,199	335,471	351,765	367,323	365,536	221,239	79,188		
Capital outlay	1,951,050	4,650,114	908,486	48,586	214,646	3,733,420	5,365,065	93,496	55,707	249,984
Total expenditures	24,871,939	26,840,646	22,478,039	20,963,526	19,860,736	21,868,638	22,179,168	15,702,032	14,233,602	13,862,051
Excess (Deficiency) of revenues over (under) expenditures	(1,919,158)	(4,485,588)	(217,206)	71,675	98,473	(3,537,676)	(1,609,992)	(461,266)	229,463	81,522
Other Financing sources (uses)										
Transfers in	7,887	66,346	7,503,070	4,455	8,805	10,661	5,909,601	64	191	75,473
Transfers out		(115,000)	(184,313)	(120,000)	(120,000)	(52,000)	(113,723)	(40,064)	(15,190)	(15,400)
Total other financing sources (uses)	7,887	(48,654)	7,318,757	(115,545)	(111,195)	(41,339)	5,795,878	(40,000)	(14,999)	60,073
Net change in fund balances	$ (1,911,271)	$ (4,534,242)	$ 7,101,551	$ (43,870)	$ (12,722)	$ (3,579,015)	$ 4,185,886	$ (501,266)	$ 214,464	$ 141,595
Debt service as a percentage of noncapital expenditures	5.37%	3.57%	3.68%	3.82%	4.08%	3.13%	2.91%	1.44%	1.62%	1.72%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.
Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.
Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

Exhibit J-5

Weehawken Board of Education
General Fund - Other Revenue by Source (NJ)
Last Ten Fiscal Years
Unaudited

Description	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Fund:										
Interest on Investments	$ 1,764	$ 11,213	$ 43,290	$ 51,330	$ 17,561	$ 12,510	$ 1,719	$ 11,875	$ 16,904	$ 34,024
Rental of Wilson School to Union City School District						11,973	570,000	570,000	669,996	739,992
Use of Facilities	300,000	600,000	300,000							
Sale of Wilson School				500,000						
High School Gate Fees/Book Fines/ Activity Account	4,960	6,208								
Insurance Refunds			6,399		1,567					
Refunds from Vendors/Educational Institutions /E-Rate HCS	88,864	97,279	73,628	33,727	105,384	63,453	55,677	100,102	78,685	50,753
Other	6,437	5,394	11,299	29,096	31,414	10,985	26,454	10,311	10,006	24,995
Total Miscellaneous	402,025	720,094	434,616	614,153	155,926	98,921	653,850	692,288	775,591	849,764
Revenue from Local Gov't Allocated To Capital Reserve		285,000								
Capital Reserve Transfer to Debt Service	285,000									
Tuition	46,970	26,118	26,550	18,100	15,350	18,225	18,375	18,200	14,738	8,525
Total General Fund Other than Local Revenue	$ 733,995	$ 1,031,212	$ 461,166	$ 632,253	$ 171,276	$ 117,146	$ 672,225	$ 710,488	$ 790,329	$ 858,289

Source: District Records

Exhibit J-6

Weehawken Board of Education
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Equalized Valuations
2010	$ 1,167,334,040	$ 2,241,424,808	52.08%
2009	1,145,241,240	2,321,591,810	49.33%
2008	1,090,888,140	2,232,224,555	48.87%
2007	1,037,375,723	2,123,159,482	48.86%
2006	1,038,680,734	1,955,515,660	53.12%
2005	1,009,544,129	1,639,396,235	61.58%
2004	974,249,403	1,382,631,997	70.46%
2003	967,464,912	1,269,409,306	76.21%
2002	944,861,269	999,853,195	94.50%
2001	978,464,741	924,649,180	105.82%
2000	893,744,686	833,561,543	107.22%

Source: Abstract of Ratables, Hudson County Board of Taxation

Exhibit J-7

Weehawken Board of Education
Property Tax Rates - Direct and Overlapping Governments
(rate per $100 of assessed value)
Last Ten Fiscal Years
Unaudited

Assessment Year	Weehawken School District	Weehawken Township	Hudson County	Open Space	Special Garbage District	Total
2010	1.4060	1.6740	0.7830	0.0030	0.1690	$ 4.0350
2009	1.3620	1.6300	0.7800	0.0210	0.1340	$ 3.9270
2008	1.3440	1.3740	0.7650	0.0210	0.1300	$ 3.6340
2007	1.3540	1.2900	0.8320	0.0210	0.1380	$ 3.6350
2006	1.2820	1.1780	0.8620	0.0188	0.0870	$ 3.4278
2005	1.1820	1.0630	0.8430	0.0170	0.1190	$ 3.2240
2004	1.1820	0.9940	0.8400	0.0140	0.1030	$ 3.1330
2003	1.1170	0.9800	0.8780	0.0000	0.0830	$ 3.0580
2002	1.0630	1.0200	0.8230	0.0000	0.0850	$ 2.9910
2001	1.0420	0.9990	0.8390	0.0000	0.0870	$ 2.9670

Source: Weehawken Township Tax Collector

Exhibit J-8

Weehawken Board of Education
Principal Property Taxpayers,
Current Year and Nine Years Ago

	2010			1999		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
HARTZ PW LP	$ 80,439,900	1	6.89%	$ -		-
HARTZ PW TOWER BLP	53,826,500	2	4.61%	-		-
GLOBAL WEEHAWKEN ACQUISITION	# 40,000,000	3	3.43%	-		-
HARTZ MOUNTAIN IND INC	25,122,800	4	2.15%	-		-
HARTZ MOUNTAIN IND INC	24,511,800	5	2.10%	-		-
PORT IMPERIAL SOUTH LLC	23,600,000	6	2.02%	275,253,200	1	31.86%
HARTZ-PW LIMITED PARTNERSHIP	23,384,700	7	2.00%	-		-
RIVER PW HOTEL LIMITED PARTNERSHIP	22,446,100	8	1.92%			
RIVER PW HOTEL LIMITED PARTNERSHIP	10,998,300	9	0.94%			-
TOWER PLAZA ASSOCIATES	8,653,000	10	0.74%	10,850,000	3	1.26%
ROMULUS DEVELOPMENT CORP.	-		-	52,000,000	2	6.02%
HACKENSACK WATER CO.	-		-	7,353,700	4	0.85%
HAMILTON HOUSE ASSOCIATES	-		-	4,100,000	5	0.47%
FULTON HOUSE	-		-	4,078,000	6	0.47%
DYKES LUMBER CO.	-		-	2,389,100	7	0.28%
RIVERCLIFF HALL	-		-	2,305,100	8	0.27%
1055 APARTMENT CORP.	-		-	2,146,300	9	0.25%
CALHOUN HALL	-		-	1,698,300	10	0.20%
Total	$ 312,983,100		26.81%	$ 362,173,700		41.93%

Source: Municipal Tax Assessor

Exhibit J-9

Weehawken Board of Education
Municipal Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Tax Levy Collected
2010	$ 46,342,407	$ 45,556,231	98.30%
2009	44,520,498	44,017,578	98.87%
2008	42,156,679	41,597,687	98.67%
2007	37,400,466	36,943,573	98.78%
2006	33,242,974	32,947,964	99.11%
2005	31,713,934	31,448,030	99.16%
2004	30,422,895	30,201,380	99.27%
2003	28,667,732	28,410,270	99.10%
2002	28,687,809	28,148,661	98.12%
2001	26,958,485	26,596,498	98.66%
2000	24,794,398	24,530,669	98.94%

Source: Weehawken Township Tax Collector

Exhibit J-10

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

	Governmental Activities				Business-Type Activities			
Fiscal Year Ended June 30,	General Obligation Bonds [b]	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income [a]	Per Capita [a]
2010	$ 14,399,870	$ -	$ 61,081		$ -	14,460,951	N/A	N/A
2009	14,886,576	-	178,140		-	15,064,716	N/A	N/A
2008	7,861,527	-	-	6,000,000	-	13,861,527	0.31%	43,446
2007	8,319,751	-	31,924	-	-	8,351,675	0.49%	41,324
2006	8,766,342	-	62,811	-	-	8,829,153	0.43%	38,377
2005	9,217,662	-	92,694	-	-	9,310,356	0.38%	35,503
2004	9,419,957	-	15,906	-	-	9,435,863	0.35%	33,324
2003	1,769,172	-	60,401	-	-	1,829,573	1.74%	31,897
2002	1,915,043	-	141,480	-	-	2,056,523	1.52%	31,162
2001	2,317,093	-	216,589	-	-	2,533,682	1.21%	30,615

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

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

	General Bonded Debt Outstanding				
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2010	$ 14,399,870		14,399,870	31.07%	N/A
2009	14,886,576	-	14,886,576	33.44%	N/A
2008	7,861,527	-	7,861,527	17.66%	43,446
2007	8,319,751	-	8,319,751	19.74%	41,324
2006	8,766,342	-	8,766,342	23.44%	38,377
2005	9,217,662	-	9,217,662	27.73%	35,503
2004	9,419,957	-	9,419,957	29.70%	33,324
2003	1,769,172	-	1,769,172	5.82%	31,897
2002	1,915,043	-	1,915,043	6.68%	31,162
2001	2,317,093	-	2,317,093	8.08%	30,615

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

a See Exhibit J-6 for property tax data.

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

Exhibit J-12

Weehawken Board of Education
Direct and Overlapping Governmental Activities Debt
As of June 30, 2010
Unaudited

	Gross Debt	Deductions	Net Debt
Municipal Debt: (1)			
Weehawken School District	$ 14,460,951	$ 14,460,951	$ -
Weehawken Township	47,692,763		47,692,763
	$ 62,153,714	$ 14,460,951	$ 47,692,763
Overlapping Debt:			
County of Hudson (2) - Township's Share (3.42%)			8,910,637
			$ 56,603,400

Sources:

(1) Weehawken Township's Chief Financial Officer and Annual Debt Statement - June 30, 2010

(2) Hudson County Treasurer's Office. The County debt was apportioned to Weehawken Township by dividing the Township's 2009 Equalized Value by the total 2009 Equalized Value for Hudson County, which results in an apportionment rate of 3.42%

Exhibit J-13

Weehawken Board of Education
Legal Debt Margin Information,
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2010

	Equalized valuation basis			
	2009	$	2,241,424,808	
	2008		2,321,591,810	
	2007		2,232,224,555	
	[A]	$	4,553,816,365	
Average equalized valuation of taxable property	**[A/3]**	$	1,517,938,788	
Debt limit (4 % of average equalization value)	**[B]**		60,717,552	**a**
Total Net Debt Applicable to Limit	**[C]**		14,399,870	ok
Legal debt margin	**[B-C]**	$	46,317,682	

Fiscal Year

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Debt limit	$ 60,717,552	$ 89,026,345	$ 83,079,701	$ 74,077,687	$ 63,762,979	$ 55,296,350	$ 48,944,182	$ 43,538,931	$ 37,651,642	$ 33,528,910
Total net debt applicable to limit	14,399,870	14,886,576	7,861,527	8,319,751	8,766,342	9,217,662	9,419,957	1,769,172	1,915,043	2,317,093
Legal debt margin	$ 46,317,682	$ 74,139,769	$ 75,218,174	$ 65,757,936	$ 54,996,637	$ 46,078,688	$ 39,524,225	$ 41,769,759	$ 35,736,599	$ 31,211,817
Total net debt applicable to the limit as a percentage of debt limit	23.72%	16.72%	9.46%	11.23%	13.75%	16.67%	19.25%	4.06%	5.09%	6.91%

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

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

Exhibit J-14

WEEHAWKEN BOARD OF EDUCATION
Demographic Statistics
Last Ten Years
Unaudited

Year Ended December 31,	Unemployment Rate	Per Capita Income *	School District Population
2010	11.40%	N/A	N/A
2009	10.70%	N/A	12,379
2008	4.80%	43,446	12,370
2007	5.90%	41,324	12,319
2006	4.10%	38,377	12,522
2005	4.80%	35,503	12,816
2004	4.20%	33,324	13,081
2003	5.10%	31,897	13,253
2002	5.30%	31,162	13,324
2001	3.80%	30,615	13,484

* Per capita income for Hudson County

N/A Not Available

Source: (1) NJ Department of Labor, Office of Planning and Research
(1) NJ Department of Labor, Bureau of Labor Force Statistics
(2) US Department of Commerce, Bureau of Economic Analysis
(3) US Bureau of the Census, Population Division

Exhibit J-15

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

	2010			2000 (N/A)		
Employer	**Employees**	**Rank [Optional]**	**Percentage of Total Municipal Employment**	**Employees**	**Rank [Optional]**	**Percentage of Total Municipal Employment**
Port Imperial Ferry Corp.	700	1	8.85%			
Citicorp Data Systems Inc.	594	2	7.51%			
The Swatch Group US Inc.	570	3	7.20%			
Hanover Direct Incorporated	340	4	4.30%			
Transportation New Jersey Department	300	5	3.79%			
Hartz Mountain Industries Inc.	250	6	3.16%			
Ceres Marine Terminals Inc.	200	7	2.53%			
Citicorp Information Technologies Inc.	150	8	1.90%			
QwestCyber Solutions	150	9	1.90%			
Pathmark Stores Inc.	130	10	1.64%			
Specialists LTD	100	11	1.26%			
UBS Painewebber Inc.	100	12	1.26%			
	3,584		45.29%	N/A		N/A

Source: Hudson County Economic Development Corp.

Exhibit J-16

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

Function/Program	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Instruction										
Regular	89	89	89	90	95	95	91	91	90	90
Special education	8	9	10	10	9	9	8	7	9	9
Other special education	-	-	0	-	-	-	-	-	-	-
Vocational	-	-	0	-	-	-	-	-	-	-
Other instruction	17	17	17	17	15	14	15	14	13	12
Nonpublic school programs	-	-	0	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	0	-	-	-	-	-	-	-
Support Services:										
Student & instruction related services	33	33	29	30	32	32	29	27	26	30
General administration	5	5	5	5	5	5	5	5	4	5
School administrative services	7	7	7	7	7	7	8	8	8	7
Other administrative services	1	1	1	1	1	1	1	1	1	1
Central services	3	3	3	3	3	3	3	3	3	3
Administrative Information Technology	-	-	-	-	-	-	-	-	-	-
Plant operations and maintenance	11	11	14	15	15	15	13	14	16	14
Pupil transportation	13	9	10	10	10	10	10	11	10	9
Other support services	-	-	-	-	-	-	-	-	-	-
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service	-	-	-	-	-	-	-	-	-	-
Child Care	-	-	-	-	-	-	-	-	-	-
Total	187	184	185	188	192	191	183	181	180	180

Source: District Personnel Records

Exhibit J-17

Weehawken Board of Education
Operating Statistics,
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff [b]	Pupil/Teacher Ratio: Elementary	Pupil/Teacher Ratio: Middle School	Pupil/Teacher Ratio: Senior High School	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2010	1,214	22,646,245	18,654	(0.02)	117	10.97	10.52	9.92	1,214	1,158	3.58%	95.39%
2009	1,172	22,323,397	19,047	0.02	117	10.21	10.10	9.52	1,172	1,116	1.65%	95.22%
2008	1,152	21,453,786	18,623	0.07	116	15.26	11.90	8.58	1,153	1,101	-1.11%	95.49%
2007	1,191	20,743,792	17,417	0.06	117	8.92	13.83	10.37	1,166	1,109	1.04%	95.11%
2006	1,197	19,642,387	16,410	0.07	112	10.19	11.03	10.78	1,154	1,102	-2.86%	95.49%
2005	1,194	18,360,909	15,378	0.14	110	10.23	11.42	10.90	1,188	1,132	-1.08%	95.29%
2004	1,238	16,670,264	13,465	0.05	104	12.15	12.33	11.50	1,201	1,144	-1.31%	95.25%
2003	1,219	15,673,333	12,858	0.31	105	12.26	12.10	10.94	1,217	1,163	5.00%	95.56%
2002	1,176	11,561,341	9,831	0.05	105	11.78	12.87	9.83	1,159	1,100	-4.29%	94.91%
2001	1,208	11,264,185	9,325	#REF!	104	11.35	13.83	10.35	1,211	1,152	#REF!	95.13%

Sources: District records

Note: Enrollment based on annual October district count.

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

Exhibit J-18

Weehawken Board of Education
School Building Information
Last Ten Fiscal Years

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
District Building										
Pre-K thru Grade 2										
Daniel Webster (1939)										
Square Feet	54,326	50,700	35,431	35,431	35,431	35,431	35,431	35,431	35,431	35,431
Capacity (students)	281	281	257	257	257	257	257	257	257	257
Enrollment	384	345	320	332	316	317	316	331	318	295
Grade 3 thru Grade 6										
Theodore Roosevelt (1928)										
Square Feet	55,283	56,300	39,669	39,669	39,669	39,669	39,669	39,669	39,669	39,669
Capacity (students)	311	311	283	283	283	283	283	283	283	283
Enrollment	340	318	306	332	342	354	370	363	386	401
Grade 7 thru Grade 12										
Weehawken High School (1939)										
Square Feet	157,325	124,000	83,937	83,937	83,937	83,937	83,937	83,937	83,937	83,937
Capacity (students)	572	572	546	546	546	546	546	546	546	546
Enrollment	505	517	526	527	539	523	552	525	472	507

Number of Schools at June 30, 2010
Elementary School = 2
High School = 1
Other = 0

Source: District Facilities Office
Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of updated insurance appraisals.

Exhibit J-19

Weehawken Board of Education
Schedule of Required Maintenance
Last Nine Fiscal Years

Undistributed Expenditures - Required Maintenance for School Facilities	2010	2009	2008	2007	2006	2005	2004	2003	2002**
* **School Facilities**									
Building A - High School	$ 113,591	$ 96,375	$ 89,897	$ 132,577	$ 114,300	$ 48,141	$ 44,995	$ 15,881	$ 16,550
Building B - Webster School	25,489	34,589	31,843	62,520	85,800	16,624	14,692	7,196	11,637
Building C - Roosevelt School	42,725	10,411	18,686	21,818	21,300	16,917	15,533	10,301	10,143
Building D - Wilson School **		N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total School Facilities	181,805	141,375	140,426	216,915	221,400	81,682	75,220	33,378	38,330
Other Facilities - District-wide	-	-	-	-	-	-	-	418	-
Grand Total	$ 181,805	$ 141,375	$ 140,426	$ 216,915	$ 221,400	$ 81,682	$ 75,220	$ 33,796	$ 38,330

* School facilities as defined under EFCFA
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

** 2002 Required maintenance for School Facilities was charged to 11-000-262-420 "other operating maintenance".

Exhibit J-20

Weehawken Board of Education
Insurance Schedule
June 30, 2010
Unaudited

	Coverage	Deductible
Property (1)		
Real and Personal Property	$ 300,000,000	$ 5,000
Extra Expense	50,000,000	5,000
Flood Zones A & V	10,000,000	500,000
All Other Flood Zones	50,000,000	10,000
Earthquake	50,000,000	n/a
Demolition and Increased Cost of Construction	10,000,000	n/a
Valuable Papers & Records	10,000,000	5,000
General Liability (1)		
Bodily Injury & Property Damage, Products / Completed Operations; Personal and Advertising Injury / Sexual Abuse	16,000,000	n/a
Employee Benefits Liability	16,000,000	1,000
Permises Medical Payments	10,000 per accident	n/a
Terrorism	1,000,000	n/a
Business Auto (1)		
Combined Single Limit for Bodily Injury and Property Damage	16,000,000	
Uninsured/Underinsured Motorists - Private Passenger Auto	1,000,000	
Uninsured/Underinsured Motorists - All Other Vehicles	15,000	
Personal Injury Protection (Including Pedestrians)	250,000	
Medical Payments	5,000 - 10,000	
Hired Car Physical Damage	75,000	1,000
Crime (1)		
Public Employee Dishonest with Faithful Performance	250,000	1,000
Theft, Disappearance and Destruction-Money & Securities	25,000	500
Forgery or Alteration	250,000	1,000
Theft, Disappearance and Destruction -Money Orders & Counterfeit & Paper Currency	100,000	500
Computer Fraud	25,000	500
Electronic Data Processing (1)		
Blanket Hardware / Software	1,160,480	1,000
Coverage Extensions:		
Transit	25,000	1,000
Loss of Income	10,000	1,000
Flood	1,000,000	10,000
Flood Zone A & V	1,000,000	500,000
Boiler & Machinery (1)		
Equipment Breakdown	100,000,000	1,000
Umbrella (1)	15,000,000	15,000
Surety Bonds (1)		
Treasurer	250,000	1,000
Board Secretary	200,000	1,000
Student Accident		
All students Incl Sports, Football K-12	5,000,000	n/a
Catastrophic Cash K-12	500,000	n/a
School Leaders Errors and Omissions	6,000,000	5,000

(1) New Jersey School Boards Association Insurance Group Serviced by Federal Hill Risk Management

Source: District Records

SINGLE AUDIT SECTION

GARBARINI & CO. P.C.
Certified Public Accountants

Division Avenue and Route 17 S.
P.O. Box 362 - Carlstadt, N.J. 07072
(201) 933-5566

Exhibit K-1

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

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

We have audited the financial statements of governmental activities, the business-type activities and each manor fund and the aggregate remaining fund information of the Board of Education of the Weehawken School District, in the County of Hudson, State of New Jersey, as of and for the fiscal year ended June 30, 2010, and have issued our report thereon dated September 9, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

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 Weehawken 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, and State of New Jersey.

We noted certain matters that we reported to the Board of Education of the Weehawken School District in a separate report entitled, *Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance* dated September 9, 2010.

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

Garbarini & Co., P.C.

Garbarini & Co. P.C. CPA's

Paul C. Garbarini

By: Paul C. Garbarini, CPA
Licensed Public School Accountant
No. CS 00249

Carlstadt, New Jersey
September 9, 2010

GARBARINI & CO. P.C.
Certified Public Accountants

Division Avenue and Route 17 S.
P.O. Box 362 - Carlstadt, N.J. 07072
(201) 933-5566

Exhibit K-2

Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance In Accordance with OMB Circular A-133 and New Jersey OMB Circular Letter 04-04

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

Compliance

We have audited the compliance of the Board of Education of the Weehawken School District, in the County of Hudson, State of New Jersey, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct anfd material effect on each of its major federal and state programs for the fiscal year ended June 30, 2010. The Weehawken Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedules 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 Weehawken Board of Education's management. Our responsibility is to express an opinion on the Weehawken 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, *Audit of States, Local Governments, and Non-Profit Organizations*; and, New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Weehawken Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Weehawken Board of Education's compliance with those requirements.

In our opinion, the Board of Education of the Weehawken School District, in the County of Hudson, State of New Jersey, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2010.

Internal Control Over Compliance

The management of the Board of Education of the Weehawken School District 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 Weehawken 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 Weehawken Board of Education's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness* in internal control over compliance is a deficiency or a 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 was not designed to 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. Weehawken Board of Education's responses to the findings identified in our audit (if any) are described in the accompanying schedule of findings and questioned costs. We did not audit Weehawken Board of Education's response, and, accordingly, we express no opinion on it.

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

Garbarini & Co., P.C.

Garbarini & Co. P.C. CPA's

Paul C. Garbarini

By: Paul C. Garbarini, CPA
Licensed Public School Accountant
No. CS 00249

Carlstadt, New Jersey
September 9, 2010

Weehawken Board of Education
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

Exhibit K-3
Schedule A

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjust- -ments	Repayment of Prior Year's Balances	(Accounts Receivable) June 30, 2010	Deferred Revenue	Due to Grantor June 30, 2010
U.S. Department of Agriculture														
Passed-through State Dept. of Agriculture														
Enterprise Fund														
Food Donation Program	10.550	N/A	33,520	07/01/09	06/30/10			$ 33,520	$ (33,520)					
National School Lunch Program	10.555	N/A	192,846	07/01/09	06/30/10			178,080	(192,846)			(14,766)		
National School Lunch Program	10.555	N/A	178,054	07/01/08	06/30/09	(9,532)		9,532				-		
After School Snack Program	10.555	N/A	7,056	07/01/09	06/30/10			6,448	(7,056)			(608)		
After School Snack Program	10.555	N/A	5,885	07/01/08	06/30/09	(346)		346				-		
National School Breakfast Program	10.553	N/A	31,647	07/01/09	06/30/10			28,504	(31,647)			(3,143)		
National School Breakfast Program	10.553	N/A	20,987	07/01/08	06/30/09	(2,203)		2,203				-		
Total U.S. Department of Agriculture						(12,081)	-	258,633	(265,069)	-	-	(18,517)	-	-
U.S. Department of Education														
Passed-through State Dept. of Education														
Special Revenue Fund														
Title I, Part A	84.010		492,907	09/01/09	8/31/20010			315,664	(492,907)			(177,243)		
Title I, Part A	84.010		487,205	09/01/08	08/31/09	(145,786)		145,766				(20)		
I.D.E.A. Part B, Basic Regular	84.027		289,985	09/01/09	08/31/10			283,385	(287,049)			(6,600)	2,936	
I.D.E.A. Part B, Basic Regular	84.027		298,094	09/01/08	08/31/09	(3,404)		3,404				-		
I.D.E.A. Part B, Preschool	84.027		9,817	09/01/09	08/31/10			9,817	(9,817)					
Title IV, Safe and Drug Free Schools and Communities	84.186		7,225	09/01/09	08/31/10			1,798	(7,225)			(5,427)		
Title IV, Safe and Drug Free Schools and Communities	84.186		7,449	09/01/08	08/31/09	(7,449)		7,391				(58)		
Title II, Eisenhower Professional Development Program	84.281		4,908	09/01/09	08/31/10			-	(4,908)			(4,908)		
Title II, Eisenhower Professional Development Program	84.281		4,045	09/01/08	08/31/09	(4,045)		4,045						
Title VI, Classroom Size Reduction	84.298		83,497	09/01/09	08/31/10			59,280	(83,497)			(24,217)		
Title VI, Classroom Size Reduction	84.298		87,983	09/01/08	08/31/09	(30,342)		30,342						
Title III	84.298		18,169	09/01/09	08/31/10			14,469	(18,169)			(3,700)		
Title III	84.298		18,079	09/01/08	08/31/09	(4,847)		4,776				(71)		
ARRA- I.D.E.A. Part B	84.391		298,500	09/01/09	08/31/10			100,455	(100,455)			(198,045)	198,045	
ARRA- I.D.E.A. Part B, Preschool	84.392		10,739	09/01/09	08/31/10			1,285	(1,286)			(9,454)	9,453	
ARRA- Title I Part A	84.389		198,999	09/01/09	08/31/10			49,780	(68,744)			(149,219)	130,255	
Total U.S. Department of Education						(195,873)	-	1,031,657	(1,074,057)	-	-	(578,962)	340,689	-
U.S. Dept. of Health and Human Services														
Passed-through State Dept. of Education														
General Fund														
Medical Assistance Program	93.778	N/A	25,686	07/01/09	06/30/10			11,517	(25,686)			(14,169)		
Total U.S. Dept. of Health and Human Serv.						-	-	11,517	(25,686)	-	-	(14,169)	-	-
Total Federal Financial Awards						$ (207,954)	$ -	$ 1,301,807	$ (1,364,812)	$ -	$ -	$ (611,648)	$ 340,689	$ -

Weehawken Board of Education
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended June 30, 2010

Exhibit K-4
Schedule B

State Grantor Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009 (Accounts Receivable)	Balance at June 30, 2009 Deferred Revenue	Balance at June 30, 2009 Due to Grantor	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjust-ments	Repayment of Prior Year's Balances	Balance at June 30, 2010 (Accounts Receivable)	Balance at June 30, 2010 Deferred Revenue	Balance at June 30, 2010 Due to Grantor	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
State Department of Agriculture																	
Enterprise Fund																	
State School Breakfast Program	10-100-010-3350-021	$ 2,065	07/01/09	06/30/10					1,858	(2,065)			(207)				
State School Breakfast Program	09-100-010-3350-021	1,447	07/01/08	06/30/09	(151)				$ 151				-				$ -
State School Lunch Program	10-100-010-3360-023	8,759	07/01/09	06/30/10					8,090	(8,759)			(669)				
State School Lunch Program	09-100-010-3360-023	8,478	07/01/08	06/30/09	(460)	-	-	-	460		-	-	-	-	-		-
Total State Department of Agriculture					$ (611)	$ -	$ -	$ -	$ 10,559	$ (10,824)	-	-	$ (876)	-	-	-	$ -
State Department of Education																	
General Fund																	
Extraordinary Aid	10-100-034-5120-473	314,383	07/01/09	06/30/10						(314,383)			(314,383)				(314,383)
Extraordinary Aid	09-100-034-5120-473	205,464	07/01/08	06/30/09	(205,464)				205,464				-				-
Special Education Aid	10-495-034-5120-089	643,753	07/01/09	06/30/10					321,877	(643,753)	48,995		(272,881)				(643,753)
Special Education Aid	09-495-034-5120-089	623,368	07/01/08	06/30/09	(108,904)				108,904				-				-
Security Aid	10-495-034-5120-084	311,815	07/01/09	06/30/10					67,531	(311,815)	244,284		-				(311,815)
Security Aid	09-495-034-5120-084	328,616	07/01/08	06/30/09	(90,593)				90,593				-				-
Adjustment Aid	10-495-034-5120-085	1,608,931	07/01/09	06/30/10					1,608,931	(1,608,931)			-				(1,608,931)
Transportation Aid	10-495-034-5120-014	89,567	07/01/09	06/30/10						(89,567)	89,567		-				(89,567)
Transportation Aid	09-495-034-5120-014	77,377	07/01/08	06/30/09	(77,377)				77,377				-				-
Social Security Tax	10-495-034-5095-002	686,605	07/01/09	06/30/10					617,824	(686,605)			(68,781)				(686,605)
Social Security Tax	09-495-034-5095-002	654,252	07/01/08	06/30/09	(32,820)				32,820				-				
General Fund Subtotal					$ (515,158)	$ -	$ -	$ -	$ 3,131,321	$ (3,655,054)	$ 382,846	$ -	$ (656,045)	$ -	$ -	$ -	$ (3,655,054)
Special Revenue Fund																	
Preschool Education Aid	10-495-034-5120-025	410,616	07/01/09	06/30/10				46,881	369,554	(430,348)	88			(13,825)		(41,062)	(430,348)
Preschool Education Aid	09-495-034-5120-025	404,746	07/01/08	06/30/09		6,406		(46,881)	40,475					-			-
																	-
Special Revenue Fund Subtotal					$ -	$ 6,406	$ -	$ -	$ 410,029	$ (430,348)	$ 88	$ -	$ -	$ (13,825)	$ -	$ (41,062)	$ (430,348)
													-				
Total State Department of Education					$ (515,769)	$ 6,406	$ -	$ -	$ 3,551,909	$ (4,096,226)	$ 382,934	$ -	$ (656,921)	$ (13,825)	$ -	$ (41,062)	$ (4,085,402)
State Department of Health Passed-through Hudson County Dept. of Human Services																	
Special Revenue Fund																	
NJEIF Safety Grant Program	N/A	5,727	07/01/09	06/30/10					5,727	(5,334)				393			(5,334)
Peer Pride Counseling	10-100-046-4240-024	5,000	01/01/10	12/31/10					-	(3,500)			(5,000)	1,500			(3,500)
Peer Pride Counseling	09-100-046-4240-024	8,918	01/01/09	12/31/09	(8,918)								(8,918)				
Peer Pride Counseling	08-100-046-4240-024	18,512	01/01/08	12/31/08		1,990								1,990			-
Total State Department of Health					$ (8,918)	$ 1,990	$ -	$ -	$ 5,727	$ (8,834)	$ -	$ -	$ (13,918)	$ 3,883	$ -	$ -	$ (8,834)
Total State Financial Assistance					$ (524,687)	$ 8,396	$ -	$ -	$ 3,557,636	$ (4,105,060)	$ 382,934	$ -	$ (670,839)	$ (9,942)	$ -	$ (41,062)	$ (4,094,236)

WEEHAWKEN BOARD OF EDUCATION
Notes to Schedules of Awards and Financial Assistance
June 30, 2010

NOTE 1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Weehawken 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 awards and state financial assistance passed through other government agencies is included on the schedules of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in this schedule may differ from amount 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 one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more June state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $ 3,993 for the general fund and $ 403 for the special revenue fund. See Note 1 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 presented as follow:

	Federal	State	Total
General Fund	$ 25,686	$ 4,313,589	$ 4,339,275
Special Revenue Fund	1,075,048	438,595	1,513,643
Debt Service Fund		157,729	157,729
Food Service Fund	265,069	10,824	275,893
Total Awards & Financial Assistance	$ 1,365,803	$ 4,920,737	$ 6,286,540

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. STATE LOANS OUTSTANDING

Weehawken Board of Education had the following loan balances outstanding at June 30, 2010:

Loan Program Title	Federal CFDA Number	Amount Outstanding
Federal EPA	N/A	

NOTE 6. OTHER

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

NOTE 7. ADJUSTMENTS

Amounts reported in the accompanying financial schedules under the column heading for adjustments represent fiscal year 2009 encumbrances, which were canceled in fiscal year 2010, canceled receivables and or state aid deductions not received in cash, or amounts transferred to General Fund deferred revenue. Canceled encumbrances totaled $ 88 , canceled receivables totaled $0 , state aid deductions not received in cash totaled $382,846, and amounts transferred to General Fund revenue totaled $ 0.

WEEHAWKEN BOARD OF EDUCATION
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended
June 30, 2010

Section I – Summary of Auditor's Results

Financial Statements
[Reference – Section .510 of Circular OMB-133]

Type of Auditors Report Issued	Unqualified		
Internal Control over Financial Reporting:			
1) Material weakness(s) identified?	Yes	X	No
2) Were reportable condition(s) identified that were not considered to be material weaknesses?	Yes	X	None Reportable
Noncompliance material to basic financial statement noted?	Yes	X	No

Federal Awards

Internal Control over major programs:			
1) Material weakness(s) identified	Yes	X	No
2) Reportable conditions identified that are not considered to be material weaknesses?	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	Name of Federal Program or Cluster
(Type A)	84.010	Title I, Part A
(Type A)	84.027	I.D.E.A.
(Type A)	84.391, 84.392	ARRA-I.D.E.A
(Type A)	84.389	ARRA- Title I, Part A

Dollar threshold used to determine type A and type B programs:	$ 300,000		
Auditee qualified as low-risk auditee?	X	Yes	No

WEEHAWKEN BOARD OF EDUCATION
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 on compliance for major programs	Unqualified			
Internal Control over Compliance				
1) Material weakness identified		Yes	X	No
2) Were reportable conditions identified that were not considered to be material weaknesses?		Yes	X	No
Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 04-04?		Yes	X	No

Identification of major programs:

	State Grant/ Project Number	Name of State Program
(Type A)	10-100-034-5120-473	Extraordinary Aid
(Type A)	10-495-034-5120-089	Special Education Aid
(Type A)	10-495-034-5120-084	Security Aid
(Type A)	10-495-034-5120-0085	Adjustment Aid
(Type A)	10-495-034-5095-052	Social Security Tax
(Type A)	10-495-034-5120-025	Preschool Education Aid

WEEHAWKEN BOARD OF EDUCATION
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended
June 30, 2010
(Continued)

Section II – Financial Statement Findings

[This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the general-purpose financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards.* See the AICPA Guide *Audits of States, Local Governments, and Not-for-Profit Organizations Receiving Federal Awards* for further guidance with this schedule]

No Findings are Required to be Reported Herein.

WEEHAWKEN BOARD OF EDUCATION
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended
June 30, 2010
(Continued)

Section II – Schedule of Federal and State Award Findings and Questioned Cost

[This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and NJOMB Circular Letter 04-04].

FEDERAL AWARDS

No matters were reported.

WEEHAWKEN BOARD OF EDUCATION
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended
June 30, 2010
(Continued)

Section II – Schedule of Federal and State Award Findings and Questioned Cost (Continued)

STATE AWARDS

No matters were reported.

Exhibit K-7

WEEHAWKEN BOARD OF EDUCATION
Summary Schedule of Prior – Year Audit Findings
and Questioned Costs as Prepared by Management
For the Fiscal Year Ended June 30, 2010

[This section identifies the status of prior-year findings related to the general-purpose financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, USOMB Circular A-133 (section .315(a)(b)) and NJOMB's Circular Letter 04-04].

N/A