WHITE TOWNSHIP

BOARD OF EDUCATION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

WHITE TOWNSHIP BOARD OF EDUCATION

WHITE TOWNSHIP, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Prepared by

WHITE TOWNSHIP BOARD OF EDUCATION

DEPARTMENT OF ADMINISTRATION

WHITE TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION

WHITE TOWNSHIP BOARD OF EDUCATION
565 C.R. 519
Belvidere, NJ 07863
(908) 475-4773

Alfred Annunziata
Chief School Administrator

Dawn Huff
School Business Administrator

November 1, 2010

Honorable President and
Members of the Board of Education of the
White Township School District
Warren County, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the White Township School District for the fiscal year ending June 30, 2010 is hereby submitted. Responsibility for both the accuracy of the data, the completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and schedules, as well as the auditor's report therein. The statistical section includes selected financial and demographic information, generally presented on a multi year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Action of 1996 and the U.S. Office of Management and the Budget Circular A-133, "Audits of State and Local Governments", and the State Treasury Circular Letter 98-07 0MB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

The White Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The White Township Board of Education and its school constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 8. These include regular, as well as special education for handicapped

youngsters. The District completed the 2009-2010 fiscal year with an enrollment of 407 students, which is slightly above the previous year's enrollment. The following details the changes in the student enrollment of the District over the last six years.

AVERAGE DAILY ENROLLMENT

FISCAL YEAR	ENROLLMENT
2009-2010	407.0
2008-2009	402.0
2007-2008	427.0
2006-2007	435.0
2005-2006	438.2
2004-2005	424.2

Management of the District is responsible for establishing and maintaining an internal control structure designed to insure that the assets of the District are protected from loss, theft, or misuse, and to insure that the adequate accounting data is compiled to allow for the preparation of financial statements in conformity with General Accepted Accounting Principles (GAAP).

As a recipient of federal and state financial assistance, the District is also responsible for insuring that an adequate internal control structure is in place to insure compliance with applicable laws and regulations related to those programs.

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

In addition to internal accounting controls, the District maintains budgetary controls. The object of these budgetary controls is to insure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality.

Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund and the Debt Service Fund. Project-length budgets are approved for 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 cancelled 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 on June 30, 2010.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule represents a summary of the general fund, special revenue and debt service fund revenues for the 2009-2010 school year:

REVENUES	Amount	Percentage of Total	Increase (Decrease) from Prior Year	Percentage of Increase (Decrease)
Local Sources:				
Tax Levy:				
General	$ 6,383,940	69.11%	$ 245,534	4.00%
Debt Service	295,673	3.20%	(20,723)	-6.55%
Other Revenues	20,797	0.23%	(5,730)	-21.60%
State Aid	2,161,145	23.39%	(24,876)	1.14%
Federal Aid	376,282	4.07%	165,443	78.47%
Total	$ 9,237,837	100.0%	$ 359,648	4.05%

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

EXPENDITURES	Amount	Percentage of Total	Increase (Decrease) from Prior Year	Percentage of Increase (Decrease)
Current Expense	$ 8,378,650	92.52%	$ (19,702)	-0.23%
Capital Outlay	-	.00%	(8,800)	-100.00%
Special Revenue	304,443	3.36%	93,347	44.22%
Debt Service				
Principal	265,000	2.93%	15,000	6.00%
Interest	107,547	1.19%	(10,625)	-8.99%
Total	$ 9,055,640	100.0%	$ 69,220	0.77%

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.

We would like to express our appreciation to the members of the White Township 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. The preparation of this report could not have been accomplished without your support.

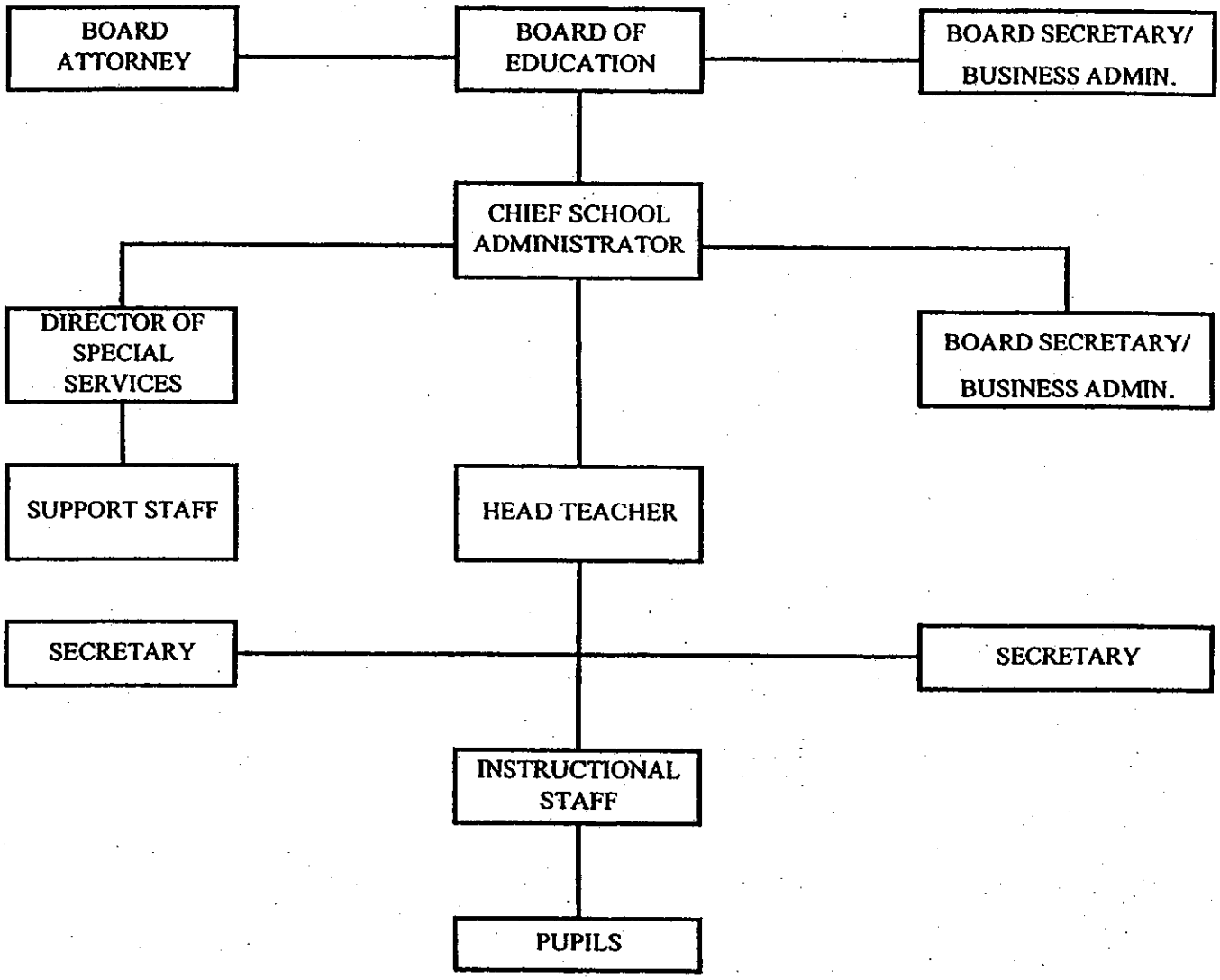
Respectfully submitted,

Alfred Annunziata
Chief School Administrator

Dawn Huff
School Business Administrator/
Board Secretary

WHITE TOWNSHIP BOARD OF EDUCATION

ORGANIZATIONAL CHART
(Unit Control)



WHITE TOWNSHIP SCHOOL DISTRICT

ROSTER OF OFFICIALS
JUNE 30, 2010

Members of the Board of Education		Term Expires
Gary Meddaugh	President	2012
David Rader	Vice President	2012
Nelson J. Abrams		2011
Frank Panetta		2011
Anna Marie Skoog		2011
Tracy Rowe		2012
Chanda Collom		2013
Patricia Kosten		2013
Stephan Muscat		2013

Other Officials

Linda M. Heilman	Chief School Administrator
Dawn Huff	Business Administrator/ Board Secretary
Kathleen Reinalda	Treasurer
William J. Gold	Solicitor

WHITE TOWNSHIP SCHOOL DISTRICT
CONSULTANTS AND ADVISORS

Audit Firm

William M. Colantano, Jr., CPA

Attorney

William J. Gold, Esquire

Official Depository

First Hope Bank

FINANCIAL SECTION

William M. Colantano, Jr.
A Professional Corporation

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITOR'S REPORT

November 1, 2010

Honorable President and
Members of the Board of Education
White Township School District
County of Warren, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the White Township School District in the County of Warren, 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 White Township Board of Education management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that 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 opinion.

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

In accordance with Government Auditing Standards, we have also issued a report dated November 1, 2010 on our consideration of the White Township Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

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

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

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

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

REQUIRED SUPPLEMENTARY INFORMATION-PART I

MANAGEMENT'S DISCLOSURE AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2010 UNAUDITED

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

Financial Highlights

Key financial highlights for 2010 are as follows:

- In total, net assets increased $394,178, which represents a 39.98 percent increase from 2009.
- General revenues accounted for $9,339,089 in revenue or 95.6 percent of all revenues. Program specific revenues in the form of charges for services and operating grants were $428,654 or 4.4 percent of total revenues of $9,767,743.
- Total assets of governmental activities increased by $206,356 as cash and cash equivalents increased by $157,115, receivables increased by $65,602 and capital assets decreased by $16,361.
- The School District had $9,375,565 in expenses; only $428,654 of these expenses were offset by program specific charges for services, grants or contributions. General Revenues (primarily property taxes) of $9,339,089 were adequate to provide for these programs.
- Among major funds, the General Fund had $8,943,488 in revenues and $8,748,005 in expenditures. The General Fund's balance increased $156,466 over 2009.

Using this Generally Accepted Principals Report (GAAP)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand White Township School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail.

For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of White Township School District, the General Fund is by far the most significant fund.

MANAGEMENT'S DISCLOSURE AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
UNAUDITED

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2010?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- Governmental Activities – All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type Activity – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

MANAGEMENT'S DISCLOSURE AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
UNAUDITED

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic service it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

The School District as a Whole

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

Table 1 provides a summary of the School District's net assets for 2010 compared to 2009.

TABLE 1
NET ASSETS

			Variance	
	6/30/2010	6/30/2009	Dollars	Percent
ASSETS				
Current & Other Assets	$ 673,625	$ 466,121	$ 207,504	44.52%
Capital Assets	$ 4,182,982	$ 4,191,811	$ (8,829)	-0.21 %
Total Assets	$ 4,856,607	$ 4,657,932	$ 198,675	4.27 %
LIABILITIES				
Long Term Liabilities	$ 3,217,728	$ 3,563,338	$ (345,610)	-9.70%
Other Liabilities	$ 258,723	$ 108,616	$ 150,107	138.20%
Total Liabilities	$ 3,476,451	$ 3,671,954	$ (195,503)	-5.32%
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	$ 1,617,982	$ 1,361,811	$ 256,171	18.81%
Restricted	$ 195,758	$ 221,898	$ (26,140)	-11.78%
Unrestricted	$ (433,584)	$ (597,731)	$ 164,147	-27.46%
	$ 1,380,156	$ 985,978	$ 394,178	39.98%

MANAGEMENT'S DISCLOSURE AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
UNAUDITED

Total assets increased by $198,675. Cash and cash equivalents increased by $140,903, receivables and other assets increased by $66,601 and capital assets decreased by $8,829. Unrestricted net assets (the part of net assets that can be used to finance day to day activities without constraints established by grants or legal requirements) of the School District increased by $164,147 mainly due to additional state aid and a reduction in expenditures.

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

TABLE 2
CHANGES IN NET ASSETS

	06/30/10	06/30/09	Variance Dollars	Variance Percent
REVENUES				
Program Revenues:				
Charges for Services	$ 88,310	$ 92,623	$ (4,313)	-4.66%
Operating Grants and Contributions	$ 340,344	$ 238,653	$ 101,691	42.61%
General Revenues:				
Property Taxes	$ 6,679,613	$ 6,454,802	$ 224,811	3.48%
Unrestricted Grants	$ 2,594,473	$ 2,473,335	$ 121,138	4.90%
Capital Grants	$ 44,145		$ 44,145	
Other	$ 20,858	$ 26,633	$ (5,775)	-21.68%
Total Revenue	$ 9,767,743	$ 9,286,046	$ 481,697	5.19%
PROGRAM EXPENSES				
Instruction:				
Regular	$ 2,556,623	$ 2,694,505	$ (137,882)	-5.12%
Special	$ 857,528	$ 899,504	$ (41,976)	-4.67%
Other	$ 2,099	$ 35,910	$ (33,811)	-94.15%
Support Services:				
Tuition	$ 3,249,258	$ 2,859,364	$ 389,894	13.64%
Student & Instructional Staff	$ 914,596	$ 930,583	$ (15,987)	-1.72%
General & Business Administration	$ 452,409	$ 467,406	$ (14,997)	-3.21%
School Administration	$ 105,794	$ 90,254	$ 15,540	17.22%
Maintenance	$ 482,056	$ 489,361	$ (7,305)	-1.49%
Transportation	$ 517,216	$ 643,560	$ (126,344)	-19.63%
Food Service	$ 122,303	$ 118,938	$ 3,365	2.83%
After School Program	$ 2,959			
Interest on Long Term Debt	$ 110,724	$ 121,574	$ (10,850)	-8.92%
Total Expenses	$ 9,373,565	$ 9,350,959	$ 22,606	0.24%
Increase (Decrease) in Net Assets	$ 394,178	$ (64,913)	$ 459,091	-707.24%

MANAGEMENT'S DISCLOSURE AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
UNAUDITED

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 69.3 percent of revenues for governmental activities for the White Township School District for the fiscal year 2010.

Instruction comprises 36.4 percent of district expenses. Support services including high school tuition expenses make up 63.6 percent of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2009. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

TABLE 3
COST OF GOVERNMENTAL SERVICES

	TOTAL COST OF SERVICES		NET COST OF SERVICES	
	06/30/10	06/30/09	06/30/10	06/30/09
Instruction	$ 3,416,250	$ 3,629,919	$ 3,239,807	$ 3,557,813
Support Services:				
Tuition	$ 3,249,258	$ 2,859,364	$ 3,121,258	$ 2,723,858
Student & Instructional Staff	$ 914,596	$ 930,583	$ 914,596	$ 927,099
General & Business Administration	$ 452,409	$ 467,406	$ 452,409	$ 467,406
School Administration	$ 105,794	$ 90,254	$ 105,794	$ 90,254
Plant Operations & Maintenance	$ 482,056	$ 489,361	$ 482,056	$ 489,361
Pupil Transportation	$ 517,216	$ 643,560	$ 517,216	$ 643,560
Food Service	$ 122,303	$ 118,938	$ 3,186	$ (1,242)
After School Program	$ 2,959		$ (2,135)	
Interest on Long-Term Debt	$ 110,724	$ 121,574	$ 110,724	$ 121,574
	$ 9,373,565	$ 9,350,959	$ 8,944,911	$ 9,019,683

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

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

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

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Business-type activities include expenses related to activities provided by the School District which are designed to provide for students to participate in food service and child care.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the School District and unallocated depreciation.

The dependence upon tax revenues is apparent. Over 71.3 percent of program activities are supported through taxes; for all activities general revenue support is 95.6 percent. The community, as a whole, is the primary support for the White Township School District.

The School District's Funds

Information about the School District's major funds starts on page 16 (Balance Sheet/Exhibit B-1). These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of $9,643,468 and expenditures of $9,574,375. The net change in fund balance for the year was most significant in the General Fund, an increase of $156,466.

General Fund Budgeting Highlights

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

During the course of the fiscal 2010 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

MANAGEMENT'S DISCLOSURE AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
UNAUDITED

For the General Fund, budget basis revenue and other financing sources, excluding TPAF on-behalf amount, was $8,581,999; $81,168 over original budgeted estimates of $8,500,831.

The General fund revenues and other financing sources of the School District exceeded expenditures by approximately $164,336, again, as a result of state aid and a reduction in expenditures.

Capital Assets

At the end of the fiscal year 2010, the School District had $4,182,962 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2009 balances compared to 2010.

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

	06/30/10	06/30/09	VARIANCE DOLLARS	VARIANCE PERCENT
Land & Land Improvements	$ 76,657	$ 79,910	$ (3,253)	-4.07%
Building & Improvements	$ 4,012,465	$ 3,997,592	$ 14,873	0.37%
Machinery & Equipment	$ 93,860	$ 114,309	$ (20,449)	-17.89%
	$ 4,182,982	$ 4,191,811	$ (8,829)	-0.21%

Overall capital assets decreased $8,829 from fiscal year 2009 to fiscal year 2010. Increases in capital assets (primarily buildings and improvements, machinery and equipment) were offset by depreciation expenses for the year.

Building improvements were made during fiscal year 2010 totaling $149,380.

Debt Administration

At June 30, 2010, the School District had $3,217,728 as outstanding debt. Of this amount $143,891 is for compensated absences, $508,837 is for early retirement incentive programs, and the balance of $2,565,000 for bonds for school construction.

At June 30, 2010, the School District's overall legal debt margin was $30,482,414 and the unvoted margin was $27,917,414.

TABLE 5
OUTSTANDING DEBT AT YEAR END

	06/30/10	06/30/09	VARIANCE DOLLARS	VARIANCE PERCENT
General Obligations Bonds	$ 2,565,000	$ 2,830,000	$ (265,000)	-9.36%
ERIP Payable	$ 508,837	$ 549,438	$ (40,601)	-7.39%
Compensated Absences Payable	$ 143,891	$ 183,900	$ (40,009)	-21.76%
	$ 3,217,728	$ 3,563,338	$ (345,610)	-9.70%

For the Future

The White Township School District is presently in good financial condition. Some major concerns are the anticipated tuition adjustment from Belvidere High School, the new state aid funding formula, and the increasing costs for special education.

In conclusion, the White Township School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contracting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact the School Business Administrator/Board Secretary at White Township School District, 565 C.R. Route 519, Belvidere, NJ 07823.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

WHITE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2010

	Govern-mental Activities	Business-Type Activities	Total
ASSETS			
Cash & Cash Equivalents	$ 217,822	$ 13,791	$ 231,613
Receivables, Net	184,207	1,859	186,066
Internal Balances	1,859	(1,859)	
Inventory		3,011	3,011
Bond Issuance Costs, Net	57,177		57,177
Restricted Assets:			
Capital Reserve Account-Cash	195,377		195,377
Debt Service Reserve Account-Cash	381		381
Capital Assets, Net (Note 4)	4,167,141	15,841	4,182,982
Total Assets	4,823,964	32,643	4,856,607
LIABILITIES			
Accounts Payable	174,303		174,303
Accrued Interest	38,475		38,475
Payable to Governments	1,063		1,063
Deferred Revenue	43,433	1,449	44,882
Long-Term Liabilities (Note 5):			
Due Within One Year	316,379		316,379
Due Beyond One Year	2,757,458		2,757,458
Compensated Absences Payable	143,891		143,891
Total Liabilities	3,475,002	1,449	3,476,451
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	1,602,141	15,841	1,617,982
Restricted For:			
Capital Reserve	195,377		195,377
Debt Service	381		381
Unrestricted	(448,937)	15,353	(433,584)
TOTAL NET ASSETS	$ 1,348,962	$ 31,194	$ 1,380,156

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues: Charges for Services	Program Revenues: Operating Grants & Contribution	Program Revenues: Capital Grants & Contribution	Net (Expense) Revenue & Changes in Net Assets: Governmental Activities	Net (Expense) Revenue & Changes in Net Assets: Business-Types Activities	Net (Expense) Revenue & Changes in Net Assets: Total
Government Activities:								
Instruction:								
Regular	$ 1,644,177	$ 912,446		$ 56,165		$ (2,500,458)		$ (2,500,458)
Special Education	454,670	263,248		92,099		(625,819)		(625,819)
Other Special Education	108,833	30,777		28,179		(111,431)		(111,431)
Other Instruction	2,000	99				(2,099)		(2,099)
Support Services:								
Tuition	3,249,258			128,000		(3,121,258)		(3,121,258)
Students & Instruction Related Services	661,935	252,661				(914,596)		(914,596)
General & Business Administration Services	313,829	138,580				(452,409)		(452,409)
School Administration Services	71,069	34,725				(105,794)		(105,794)
Plant Operations & Maintenance	378,799	103,257				(482,056)		(482,056)
Pupil Transportation	517,216					(517,216)		(517,216)
Interest on Long-Term Debt	110,724					(110,724)		(110,724)
Total Government Activities	7,512,510	1,735,793	$ -	304,443	$ -	(8,943,860)	$ -	(8,943,860)
Business-Type Activities:								
Food Service	122,303		83,216	35,901			(3,186)	(3,186)
After School Program	2,959		5,094				2,135	2,135
Total Business-Type Activities	125,262	-	88,310	35,901	-	-	(1,051)	(1,051)
Total Primary Government	$ 7,637,772	$ 1,735,793	$ 88,310	$ 340,344	$ -	(8,943,860)	(1,051)	(8,944,911)
			General Revenues					
			Property Taxes Levied for General Purposes			6,383,940		6,383,940
			Property Taxes Levied for Debt Service			295,673		295,673
			Federal & State Aid not Restricted			2,594,473		2,594,473
			Capital Gramts-Unallocated			44,145		44,145
			Investment Earnings			5,515	64	5,579
			Miscellaneous Income			15,279		15,279
			Total General Revenues, Special Items & Transfers			9,339,025	64	9,339,089
			Change in Net Assets			395,165	(987)	394,178
			Net Assets-Beginning			953,797	32,181	985,978
			Net Assets-Ending			$ 1,348,962	$ 31,194	$ 1,380,156

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

The individual fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

WHITE TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash & Cash Equivalents	$ 217,822				$ 217,822
Receivables from Other Governments:					
Federal		$ 98,428			98,428
State	85,779				85,779
Interfund Receivable	36,963				36,963
Restricted Cash & Equivalents	195,377			$ 381	195,758
TOTAL ASSETS	$ 535,941	$ 98,428	$ -	$ 381	$ 634,750
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	$ 155,475	$ 18,828			$ 174,303
Due to Other Governments:					
Federal		11			11
State		1,052			1,052
Interfund Payable		35,104			35,104
Deferred Revenue		43,433			43,433
Total Liabilities	155,475	98,428	$ -	$ -	253,903

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010
(Continued)

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
LIABILITIES AND FUND BALANCES (Cont'd)					
Fund Balances:					
Reserved For:					
Capital Reserve Account	$ 195,377				$ 195,377
Excess Surplus-Designated for Subsequent Years	25,925				25,925
Unreserved:					
Designated	25,000				25,000
Undesignated	134,164			$ 381	134,545
Total Fund Balances	380,466	$ -	$ -	381	380,847
TOTAL LIABILITIES AND FUND BALANCES	$ 535,941	$ 98,428	$ -	$ 381	

Amounts Reported for Governmental Activities in the Statement of Net Assel (A-1) are Different Because:		
Capital assets used in government activities are not financial resources & therefo are not reported in the funds. The cost of the assets is	$ 6,410,910	
and the accumulated depreciation is	2,243,769	
		4,167,141
Long-term liabilities, Including bonds payable, are not due & payable in the current period & therefore are not reported as liabilities in the funds		(3,217,728)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized an expenditure when due.		(38,475)
Bond issuance costs are reported as expenditures in the governmental funds. The cost is	77,739	
and the accumulated amortization is	20,562	
		57,177
Total Net Assets of Governmental Activities		$ 1,348,962

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Govern-mental Funds
REVENUES					
Local Sources:					
Local Tax Levy	$ 6,383,940			$ 295,673	$ 6,679,613
Interest on Investments	5,515				5,515
Miscellaneous	15,279				15,279
Total	6,404,734	$ -	$ -	295,673	6,700,407
State Sources	2,464,749	2,166	44,145	55,719	2,566,779
Federal Sources	74,005	302,277			376,282
Total Revenues	8,943,488	304,443	44,145	351,392	9,643,468
EXPENDITURES					
Current :					
Instructional:					
Regular Instruction	1,609,654	56,165			1,665,819
Special Education Instruction	367,622	92,099			459,721
Other Special Instruction	81,868	28,179			110,047
Other Instruction	2,000				2,000
Support Service & Undistributed Costs:					
Tuition	3,121,258	128,000			3,249,258
Student & Instruction Related Services	667,840				667,840
General & Business Administrative Services	315,802				315,802
School Administrative Services	72,494				72,494
Plant Operations & Maintenance	382,190				382,190
Pupil Transportation	517,216				517,216
Employee Benefits	1,610,061				1,610,061

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Govern-mental Funds
EXPENDITURES (Cont'd)					
Capital Outlay			$ 149,380		$ 149,380
Debt Service:					
Principal				$ 265,000	265,000
Interest & Other Charges				107,547	107,547
Total Expenditures	$ 8,748,005	$ 304,443	149,380	372,547	9,574,375
Excess (Deficiency) of Revenues Over (Under) Expenditures	195,483	-	(105,235)	(21,155)	69,093
Other Financing Sources (Uses):					
Operating Transfer In			39,017		39,017
Operating Transfer Out	(39,017)				(39,017)
Total Other Financing Sources (Uses)	(39,017)	-	39,017	-	-
Net Change in Fund Balance	156,466	-	(66,218)	(21,155)	69,093
Fund Balances, July 1	224,000		66,218	21,536	311,754
Fund Balances, June 30	$ 380,466	$ -	$ -	$ 381	$ 380,847

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

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

Total Net Changes in Fund Balances-Governmental Fund (from B-2)		$ 69,093
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expenses. This is the amount by which depreciation exceeds capital outlays in the period:		
Capital Outlays	$ 149,380	
Depreciation Expenses	(165,741)	
		(16,361)
Repayment of debt principal and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and are not reported in the statement of activities:		
Bond Principal Payments	265,000	
Early Retirement Incentive Payments	40,601	
		305,601
Governmental funds report the effect of issuance costs and premiums when debt is first issued, whereas these amounts are deferred & amortized in the statement of activities:		
Amortization of Bond Issuance Costs		(7,152)
In the statement of activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.		3,975
In the statement of activities, compensated absences & early retirement benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.		40,009
Change in Net Assets of Governmental Activities		$ 395,165

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF FUND NET ASSETS
ENTERPRISE FUND
JUNE 30, 2010

	Food Service Fund	After School Program	Total
ASSETS			
Current Assets:			
Cash & Cash Equivalents	$ 11,656	$ 2,135	$ 13,791
Accounts Receivable:			
Intergovernmental-Federal	1,742		1,742
Intergovernmental-State	117		117
Inventories	3,011		3,011
Total Current Assets	16,526	2,135	18,661
Fixed Assets:			
Capital Assets	20,627		20,627
Accumulated Depreciation	4,786		4,786
Total Fixed Assets	15,841	-	15,841
Total Assets	32,367	2,135	34,502
LIABILITIES			
Current Liabilities:			
Interfund Payable	1,859		1,859
Deferred Revenue	1,449		1,449
Total Current Liabilities	3,308	-	3,308
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	15,841		15,841
Unrestricted	13,218	2,135	15,353
TOTAL NET ASSETS	$ 29,059	$ 2,135	$ 31,194

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Food Services	After School Program	Total
Operating Revenues:			
Charges for Services:			
Daily Sales-Reimbursable Programs	$ 60,704		$ 60,704
Daily Sales-Nonreimbursable Programs	22,512		22,512
Child Care Revenues		$ 5,094	5,094
Total Operating Revenues	83,216	5,094	88,310
Operating Expenses:			
Costs of Sales	51,036		51,036
Salaries	46,241	2,959	49,200
Employee Benefits	4,360		4,360
Repairs & Maintenance	1,855		1,855
Insurance	3,208		3,208
Management Fees	7,640		7,640
Other Purchased Services	2,284		2,284
General Supplies	3,822		3,822
Office Expense	379		379
Depreciation	1,421		1,421
Miscellaneous	57		57
Total Operating Expenses	122,303	2,959	125,262
Operating Income (Loss)	(39,087)	2,135	(36,952)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	1,771		1,771
Federal Sources:			
National School Lunch Program	25,992		25,992
National Milk Program	497		497
Food Distribution Program	7,641		7,641
Interest Earned on Investments	64		64
Total Nonoperating Revenues (Expenses)	35,965	-	35,965
Change in Net Assets	(3,122)	2,135	(987)
Total Net Assets, Beginning	32,181		32,181
Total Net Assets, Ending	$ 29,059	$ 2,135	$ 31,194

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Food Services	Child Care Program	Total
Cash Flows from Operating Activities:			
Receipts from Customers	$ 83,215	$ 5,094	$ 88,309
Payments to Employees	(14,989)	(2,959)	(17,948)
Payments to Food Services Management Co	(103,285)		(103,285)
Payments to Vendors	(2,659)		(2,659)
Net Cash Provided by (Used For) Operating Activities	(37,718)	2,135	(35,583)
Cash Flows from Noncapital Financing Activities:			
State Sources	1,772		1,772
Federal Sources	26,208		26,208
Net Interfund Transactions	280		280
Net Cash Provided by (Used For) Noncapital Financing Activities	28,260	-	28,260
Cash Flows from Investing Activities:			
Interest Earned on Investments	64		64
Purchase of Capital Assets	(8,953)		(8,953)
Net Cash Provided by (Used For) Investing Activities	(8,889)	-	(8,889)
Net Increase (Decrease) in Cash and Cash Equivalents	(18,347)	2,135	(16,212)
Cash and Cash Equivalents, July 1, 2009	30,003		30,003
Cash and Cash Equivalents, June 30, 2010	$ 11,656	$ 2,135	$ 13,791
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:			
Operating Income (Loss)	$ (39,087)	$ 2,135	$ (36,952)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:			
Depreciation	1,421		1,421
Federal Food Distribution Program	7,588		7,588
(Increase) Decrease in Inventory	(999)		(999)
Increase (Decrease) in Accounts Payable	(6,641)		(6,641)
Net Cash Provided by (Used For) Operating Activities	$ (37,718)	$ 2,135	$ (35,583)

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2010

	Student Activity Agency Fund	Payroll Agency Fund	Total
ASSETS			
Cash & Cash Equivalents	$ 10,824	$ 25,462	$ 36,286
TOTAL ASSETS	$ 10,824	$ 25,462	$ 36,286
LIABILITIES			
Payroll Deductions & Withholdings		$ 25,462	$ 25,462
Due to Student Groups	$ 10,824		10,824
TOTAL LIABILITIES	$ 10,824	$ 25,462	$ 36,286

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

(NOT APPLICABLE TO THIS REPORT)

NOTES TO FINANCIAL STATEMENTS

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The basic financial statements include:

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

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

A. Reporting Entity

The District is a Type II district located in the County of Warren, 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 District had an approximate enrollment at June 30, 2010 of 407 students.

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

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

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

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010
(Continued)

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

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

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

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

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010
(Continued)

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

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

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

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

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

The District reports the following major governmental funds:

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

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

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

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

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

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

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

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

Additionally, the District reports the following fund types:

Proprietary Fund Types

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

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

The District's Enterprise Fund is comprised of the Food Service Fund and after school program.

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

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

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

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

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

Fiduciary Fund Types

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

Unemployment Compensation Trust Fund – This fund is used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the "Benefit Reimbursement Method."

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

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

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

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in NJAC 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2010 were insignificant.

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

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010
(Continued)

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

D. Budgets/Budgetary Control (Cont'd)

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

E. Encumbrances

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

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

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

F. Tuition Receivable

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

G. Tuition Payable

Tuition charges for the fiscal years 2009-2010 and 2008-2009 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Short-Term Interfund Receivables/Payables

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

I. Inventories and Prepaid Items

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

Enterprise Fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as a deferred revenue as title does not pass to the school district until the commodities are used. Prepaid items in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2010.

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010
(Continued)

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

J. Capital Assets

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

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Assets	Years
Buildings	50
Building Improvements & Portable Classroom	50
Land Improvements	20
Furniture	20
Maintenance Equipment	10
Musical Instruments	10
Athletic Equipment	10
Audio Visual Equipment	10
Office Equipment	5 to 10
Computer Equipment	5 to 10

K. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by Governmental Accounting Standards Board statement number 16 (GASB 16), "Accounting for Compensated Absences." A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

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

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

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

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

L. Deferred Revenue

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

Deferred revenue in the Enterprise Fund includes United States government commodity inventories at year-end. The aid revenue associated with this commodity inventory is deferred until it is used in the operations of the Food Service Fund. Prepaid lunch debit card revenue balances at year-end are also included in deferred revenue.

M. Long-Term Obligations

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

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

N. Fund Equity

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

In the government-wide statements, net assets represent the difference between assets and liabilities. Invested in Capital Assets, Net of Related Debt consists of capital assets, net of accumulated depreciation, and reduced by the balance of long-term debt used to finance these assets. Net assets are reported as restricted when there are limitations externally imposed on their use either through enabling legislation or other restrictions imposed by creditors, grantors or laws or regulations of other governments. The District's restricted net assets in the governmental activities as of June 30, 2010 consists of reserves for capital projects and debt service.

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

O. Comparative Data/Reclassifications

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

P. Allocation of Indirect Expenses

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

NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES

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

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

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

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

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

NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

Deposits at June 30, 2010 appear in the financial statements as summarized below:

Cash		$ 463,657
	Ref.	
Cash:		
Governmental Funds, Statement of Net Assets	B-1	$ 413,580
Enterprise Fund, Statement of Net Assets	B-4	13,791
Fiduciary Funds, Statement of Net Assets	B-7	36,286
Total Cash		$ 463,657

Deposits – The District's carrying amount of bank deposits at June 30, 2010 is $463,657 and the bank balance is $962,652. Of the bank balance, $250,000 is covered by federal depositary insurance and $712,652 is insured by GUDPA.

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010
(Continued)

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

Deposit and Investment Risk

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

1. Custodial credit risk disclosures for investments defined as category 3 assets under GASB Statement No. 3. Since all of the deposits and investments of the district are category 1 assets, these disclosures are not required.

2. Credit quality ratings for investments in debt securities, external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. As the district has no such investments, this disclosure is not applicable.

3. Disclosure of investments by amount and issuer for any issuer that represents five percent of more of total investments. This requirement does not apply to investments issued or explicitly guaranteed by the US government and investments in mutual funds or pools. This disclosure is reported below under Concentration of Credit Risk.

4. Interest rate risk disclosures are required for all debt investments and non-money market like pools. As the district has no such investments, this disclosure is not applicable.

5. Investments that are exposed to foreign currency risk should be disclosed. As the district has no such investments this disclosure is not applicable.

Concentration of Credit Risk

The State of New Jersey does not place any limit on the amount that the district may invest with any one issuer. As of June 30, 2010, the district has no investments.

NOTE 4. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital Assets, Not Being Depreciated:				
Land	$ 49,010	$ -0-	$ -0-	$ 49,010
Capital Assets, Being Depreciated:				
Land Improvements	83,550			83,550
Building & Improvements	5,618,152	149,380		5,767,532
Furniture & Equipment	510,818			510,818
Total	6,212,520	149,380	-0-	6,361,900
Accumulated Depreciation:				
Land Improvements	52,650	3,253		55,903
Building & Improvements	1,620,560	134,507		1,755,067
Furniture & Equipment	404,818	27,981		432,799
Total	2,078,028	165,741	-0-	2,243,769

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010
(Continued)

NOTE 4. CAPITAL ASSETS (Cont'd)

GOVERNMENTAL ACTIVITIES	Beginning Balance	Increases	Decreases	Ending Balance
Total Capital Assets, Being Depreciated, Net	$ 4,134,492	$ (16,361)	$ -0-	$ 4,118,131
Governmental Activities Capital Assets, Net	$ 4,183,502	$ (16,361)	$ -0-	$ 4,167,141
Business-Type Activities:				
Furniture & Equipment	$ 11,674	$ 8,953	$ -0-	$ 20,627
Less: Accum Depreciation	3,365	1,421		4,786
Business-Type Activities Capital Assets, Net	$ 8,309	$ 7,532	$ -0-	$ 15,841

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

Instruction:	
Regular	$ 82,517
Special Education	22,772
Other Special Instruction	5,550
Other Instruction	99
Support Services:	
Student & Instruction	33,081
General & Business Admin	15,643
School Administration	3,591
Plant & Maintenance	2,488
Total Depreciation Expense, Governmental Activities	$ 165,741

NOTE 5. LONG-TERM DEBT

Long-Term Liability Activity for the Year Ended June 30, 2010 is as Follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Bonds Payable	$ 2,830,000		$ 265,000	$ 2,565,000	$ 275,000
ERIP Payable	549,438		40,601	508,837	41,379
Compensated Absences Payable	183,900	$ 14,259	54,268	143,891	
Total Governmental Activities Long-Term Liabilities	$ 3,563,338	$ 14,259	$ 359,869	$ 3,217,728	$ 316,379

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The other long-term debts are paid in the current expenditures budget of the District's general fund.

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2010 including interest payments are listed as follows:

Year Ending June 30,	Principal	Interest	Total
2011	$ 275,000	$ 97,100	$ 372,100
2012	285,000	85,900	370,900
2013	300,000	74,200	374,200
2014	315,000	61,900	376,900
2015	325,000	49,100	374,100
2016	340,000	35,800	375,800
2017	355,000	21,900	376,900
2018	370,000	7,400	377,400
Total	$ 2,565,000	$ 433,300	$ 2,998,300

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

General Obligation Bonds – General obligation school building bonds at June 30, 2010, with their outstanding balances are comprised of the following individual issues:

$3,080,000 - 2007 general obligation school refunding bonds, interest at 4.00%, due in annual installments beginning August 15, 2008, through August 15, 2018	$ 2,565,000

The general obligation bonded debt of the District is limited by state law to 4% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2010 is $30,482,414. General obligation debt at June 30, 2010 is $2,565,000, resulting in a legal debt margin of $27,917,414.

NOTE 6. PENSION PLANS

Description of Systems

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

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

NOTE 6. PENSION PLANS (Cont'd)

Description of Systems (Cont'd)

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

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

Significant Legislation

During the year ended June 30, 1997, legislation was enacted authorizing the New Jersey Economic Development Authority (the "Authority") to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. On June 30, 1997, the Authority issued bonds pursuant to this legislation and $1,547,688,633 and $241,106,642 from the proceeds of the bonds were deposited into the investment account of TPAF and PERS, respectively.

As a result of additional legislation enacted during the year ended June 30, 1997 (Ch 115, PL 1997), the asset valuation method was changed from market related value to full market value for the valuation reports dated March 31, 1996. The legislation also provides for a reduction in the normal contributions of the State to the systems from excess assets for FY's 1997 and 1998, and local employers for FY 1999, and, thereafter, authorizes the State Treasurer to reduce the normal contributions of State and local employers to the systems, to the extent possible, from up to 100% of excess assets through FY 2002, and on a declining maximum percentage of excess thereafter.

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

NOTE 6. PENSION PLANS (Cont'd)

Contribution Requirements

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contribution of 5.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, non-contributory death benefits and post-retirement medical premiums. Under current statute the Board is a non-contributing employer of the TPAF.

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

Year Funding	Post Retirement Benefit Costs	Percentage of APC Contributed
06/30/10	$ 176,989	100%
06/30/09	178,324	100%
06/30/08	332,007	100%

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed
06/30/10	$ 58,214	100%
06/30/09	41,039	100%
06/30/08	32,801	100%

During the year ended June 30, 2010, the State of New Jersey contributed $168,042 to the TPAF for post-retirement medical benefits and $8,947 for non-contributory insurance premiums on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board $192,370 during the year ended June 30, 2010 for the employer's share of social security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 27.

NOTE 7. POST-RETIREMENT BENEFITS

Chapter 384 of PL 1987 and Ch 6 of PL 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. PL 2007, Ch 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. As of June 30, 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 Ch 62, PL 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

NOTE 7. POST-RETIREMENT BENEFITS (Cont'd)

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

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

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

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. The school district adopted a resolution to participate in the SHBP. The States Health Benefits Commission is the executive body established by the statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, PO Box 295, Trenton, NJ 08625-0295 or by visiting their website at http://www.state.nj.us/treasur/pension/pdf/financial/gasb-43-aug2010.pdf

Funding Policy-Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. Information regarding the State's annual contributions, annual OPEB cost and net OPEB obligations is available through the State as noted in the previous paragraph.

NOTE 8. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403 (b). The plans, which are administered by the entities listed below, permit 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:

Equitable	Kemper
Oppenheimer	Franklin Trust
First Investors	T Rowe Price

NOTE 9. INTERFUND RECEIVABLE AND PAYABLES

Interfund balances as of June 30, 2010 consisted of the following:

	Interfund Receivable	Interfund Payable
General Fund	$ 36,963	
Food Service Fund		$ 1,859
Special Revenue Fund		35,104
	$ 36,963	$ 36,963

The balance due to the General Fund by the Special Revenue Fund is a result of a delay in receipt of grant receivables and the interfund owed by the Food Service Fund is a result of prior year transactions.

NOTE 10. INVENTORY

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

Food	$ 2,308
Supplies	703
Total	$ 3,011

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 11. CONTINGENT LIABILITIES

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

NOTE 12. RISK MANAGEMENT

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

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

NOTE 13. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the District by inclusion of $1 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

NOTE 13. CAPITAL RESERVE ACCOUNT (Cont'd)

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

NOTE 14. FUND BALANCES-BUDGETARY BASIS

As described in Note 1 P-Fund Equity (Fund Balance) may be reserved or designated. An analysis of the General Fund Balance on June 30, 2010 and 2009 is as follows:

	2010	2009
Reserved:		
Excess Surplus-Represents amount in excess of allowable percentage of expenditures. In accordance with state statute, the excess surplus is designated for utilization in succeeding year's budgets	$ 25,925	
Excess Surplus-Designated for Subsequent Year's Expenditures-Amount appropriated in the succeeding year's budget to reduce tax requirements		$ 26,125
Capital Reserve Account-Represents funds restricted to capital projects in the Districts Long Range Facilities Plan	195,377	134,144
Unreserved:		
Designated for Subsequent Year's Expenditures-Amount appropriated in the succeeding year's budget to reduce tax requirements	25,000	
Undesignated-Represents fund balance which has not been reserved or designated	335,779	257,476
Total Fund Balance	$ 582,081	$ 417,745

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with NJSA 18A:7F-7, as amended by PL 2004, Ch 73 (S1701), the designation for Reserved Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2010 is $25,925.

REQUIRED SUPPLEMENTARY INFORMATION-PART II

BUDGETARY COMPARISON SCHEDULES

WHITE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	$ 6,383,940		$ 6,383,940	$ 6,383,940	
Interest on Investments				5,266	$ 5,266
Interest on Capital Reserve Investment				249	249
Miscellaneous	15,000		15,000	15,279	279
Total	6,398,940	$ -	6,398,940	6,404,734	5,794
State Sources:					
Categorical Special Education Ai	302,083		302,083	302,083	
Equalization Aic	407,860	(74,005)	333,855	333,855	
Categorical Security Aid	45,058		45,058	45,058	
Adjustment Aid	1,074,936		1,074,936	1,064,531	(10,405)
Categorical Transportation Ai	271,954		271,954	271,954	
Extraordinary Aic				83,383	83,383
Nonpublic Transportation Ai				2,396	2,396
On-Behalf TPAF Pension Contributio				176,989	176,989
Reimbursed TPAF Social Security Contributio				192,370	192,370
Total	2,101,891	(74,005)	2,027,886	2,472,619	444,733
Federal Sources					
ARRA SFSF ESF Aid		71,247	71,247	71,247	
ARRA SFSF GSF Aid		2,758	2,758	2,758	
Total	-	74,005	74,005	74,005	-
TOTAL REVENUES	$ 8,500,831	$ -	$ 8,500,831	$ 8,951,358	$ 450,527
EXPENDITURES					
Current:					
Regular Programs:					
Instruction-Salaries of Teachers					
Kindergarter	$ 45,155	$ 11,703	$ 56,858	$ 56,858	
Grades 1-5	821,356	2,689	824,045	824,045	
Substitutes		250	250	250	
Grades 6-8	565,781	(36,569)	529,212	529,151	$ 61
Substitutes		66,250	66,250	66,219	31
Home Instruction:					
Salaries of Teachers	4,000	(1,191)	2,809	2,809	
Purchased Professional Educational Ser	1,000		1,000		1,000
Undistributed Instruction:					
Other Salaries for Instructior		39,429	39,429	39,429	
Other Purchased Services	45,992	(13,852)	32,140	31,235	905
General Supplies	37,456	9,536	46,992	46,538	454
Textbooks	15,000	(1,247)	13,753	13,120	633
Total	1,535,740	76,998	1,612,738	1,609,654	3,084
Learning and/or Language Disabilities					
Salaries of Teachers	131,460	(103,921)	27,539	27,539	
Other Salaries for Instructior	18,282	(8,584)	9,698	9,698	
General Supplies	2,000		2,000	471	1,529
Total	151,742	(112,505)	39,237	37,708	1,529
Cognitive-Severe					
Other Salaries for Instructior	-	5,907	5,907	5,907	-
Resource Room/Center					
Salaries of Teachers	260,910	25,747	286,657	286,637	20
Other Salaries for Instructior	17,759	(14,217)	3,542	3,541	1
General Supplies	2,000		2,000	969	1,031
Total	280,669	11,530	292,199	291,147	1,052
Preschool Disabilities - Part-Time					
Salaries of Teachers	31,650		31,650	31,403	247
Other Salaries for Instruction	20,693	(19,236)	1,457	1,457	
Total	52,343	(19,236)	33,107	32,860	247
Total Special Educatio	484,754	(114,304)	370,450	367,622	2,828

WHITE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Basic Skills/Remedial-Instruction:					
Salaries of Teachers	$ 80,300	$ (1,365)	$ 78,935	$ 76,650	$ 2,285
Other Salaries for Instruction		5,200	5,200	5,053	147
General Supplies		165	165	165	
Total	80,300	4,000	84,300	81,868	2,432
School-Sponsored Co-Curricular Activities					
Supplies & Materials	2,000		2,000	2,000	
Total	2,000	-	2,000	2,000	-
Total Instruction Regula	$ 2,102,794	$ (33,306)	$ 2,069,488	$ 2,061,144	$ 8,344
Undistributed Expenditures:					
Instruction Tuition:					
Other LEAs Within the State-Regular	$ 2,217,600	$ 314,664	$ 2,532,264	$ 2,532,264	
Other LEAs Within the State-Special	231,169	8,341	239,510	238,510	$ 1,000
County Vocational School District-Regular	52,200	4,350	56,550	56,550	
County Vocational School District-Special	19,500	(6,500)	13,000	13,000	
Tuition to CSSD & Regional Day Schools	214,000	(68,175)	145,825	145,825	
Tuition to Private School for the Disable Within State	166,911	(30,956)	135,955	135,109	846
Total	2,901,380	221,724	3,123,104	3,121,258	1,846
Attendance & Social Work:					
Salaries	68,670	(23,763)	44,907	37,457	7,450
Supplies and Materials	7,630		7,630	7,630	
Total	76,300	(23,763)	52,537	45,087	7,450
Health Services:					
Salaries	47,655	300	47,955	47,955	
Purchased Professional & Technical Services	2,000		2,000	1,875	125
Supplies & Materials	2,300		2,300	568	1,732
Total	51,955	300	52,255	50,398	1,857
Other Support Services-Students-Extra Services:					
Purchased Professional-Educational Services	340,450	(182,213)	158,237	157,647	590
Child Study Team:					
Salaries of Other Professional Staff	291,001	39,696	330,697	330,388	309
Supplies & Materials	1,000	-	1,000	780	220
Total	292,001	39,696	331,697	331,168	529
Improvement of Instructional Services:					
Other Purchased Services	2,000	-	2,000	64	1,936
Educational Media Services/School Libran					
Salaries	81,220		81,220	81,220	
Supplies & Materials	3,000		3,000	1,732	1,268
Total	84,220	-	84,220	82,952	1,268
Instructional Staff Training Services:					
Other Purchased Services	2,000	-	2,000	524	1,476

WHITE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Support Services-General Administration:					
Salaries	$ 156,992	$ 21,463	$ 178,455	$ 165,068	$ 13,387
Legal Services	5,000		5,000	2,272	2,728
Audit Fees	13,000	(15)	12,985	12,875	110
Architectural/Engineering Services		1,259	1,259	1,259	
Other Purchased Professional Services	13,180		13,180	7,978	5,202
Communications & Telephone	28,126	(8,299)	19,827	8,309	11,518
Miscellaneous Purchased Services	27,779		27,779	15,321	12,458
General Supplies	2,500	(245)	2,255	94	2,161
Miscellaneous Expenditures	13,260	1,799	15,059	13,946	1,113
Board of Education Membership Dues & Fees	6,000		6,000	5,377	623
Total	265,837	15,962	281,799	232,499	49,300
Support Services-School Administration:					
Salaries of Principals & Assistant Principals	31,290	13,788	45,078	45,078	
Salaries of Secretarial & Clerical Assistants	32,333	(2,733)	29,600	27,416	2,184
Total	63,623	11,055	74,678	72,494	2,184
Central Services:					
Salaries	77,704	(33,495)	44,209	41,515	2,694
Purchased Professional Services	3,245	38,543	41,788	41,788	
Total	80,949	5,048	85,997	83,303	2,694
Required Maintenance for School Facilities:					
Salaries	119,963		119,963	119,497	466
Cleaning, Repair & Maintenance Services	48,700		48,700	47,156	1,544
General Supplies	15,000		15,000	13,658	1,342
Total	183,663	-	183,663	180,311	3,352
Custodial Services:					
Salaries	33,696	26,290	59,986	58,017	1,969
Cleaning, Repair & Maintenance Services	27,478		27,478	18,934	8,544
Insurance	21,532	(5,569)	15,963	15,963	
Miscellaneous Purchased Services	2,000		2,000	1,378	622
General Supplies	20,000	(5,123)	14,877	10,100	4,777
Energy (Electricity)	90,000	(25,877)	64,123	64,123	-
Energy (Natural Gas)	60,000	(23,017)	36,983	33,364	3,619
Total	254,706	(33,296)	221,410	201,879	19,531
Care & Upkeep of Grounds:					
Cleaning, Repair, and Maintenance Services	5,000	(5,000)	-	-	-
Security:					
Cleaning, Repair, and Maintenance Services	1,000	(1,000)	-	-	-
Student Transportation Services					
Contracted Services (Between Home & School)-Vendors	349,132	484	349,616	348,822	794
Contracted Services (Other Than Between Home & School)-Vendors		1,275	1,275		1,275
Contracted Services (Between Home & School)-Joint Agreements	4,000	(1,275)	2,725		2,725
Contracted Services (Special Education Students)-Vendors	229,314	(74,317)	154,997	152,134	2,863
Contracted Services-AIL of Payments-Non Publi	22,850	(9,590)	13,260	13,260	
Miscellaneous Purchased Services		3,000	3,000	3,000	
Total	605,296	(80,423)	524,873	517,216	7,657

WHITE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Allocated Benefits-Employees:					
Regular Programs:					
Health Benefits	$ 515,400	$ 9,777	$ 525,177	$ 525,177	
Special Programs:					
Health Benefits	162,440		162,440	162,203	$ 237
Attendance & Social Work Service:					
Health Benefits	24,429	21	24,450	24,450	
Health Services:					
Health Benefits	14,582	(4,654)	9,928	9,928	
Child Study Team:					
Health Benefits	65,713	(21)	65,692	65,544	148
Educational Media Services/School Library:					
Health Benefits	24,517	21	24,538	24,538	
Support Services-General Administration:					
Health Benefits	45,897	18	45,915	45,915	
Support Services-School Administration:					
Health Benefits	24,175	20	24,195	12,219	11,976
Central Services:					
Health Benefits	24,492	21	24,513	4,943	19,570
Custodial Services:					
Health Benefits	43,705	30,000	73,705	69,154	4,551
Total Allocated Benefits	945,350	35,203	980,553	944,071	36,482
Unallocated Benefits-Employee Benefits:					
Social Security Contributions	37,632	8,075	45,707	45,629	78
TPAF Contributions-ERIP	27,632	(854)	26,778	26,778	
Other Retirement Contributions-Regular	53,502	4,712	58,214	58,214	
Unemployment Compensation	7,630	4,688	12,318	12,132	186
Workmen's Compensation	42,492	2,392	44,884	44,884	
Tuition Reimbursement	32,000	4,351	36,351	36,351	
Health Benefits	10,000	(6,181)	3,819	2,269	1,550
Other Employee Benefits	57,544	12,830	70,374	70,374	
Total	268,432	30,013	298,445	296,631	1,814
Total Personal Services-Employee Benefits	1,213,782	65,216	1,278,998	1,240,702	38,296
On-Behalf TPAF Payments				176,989	(176,989)
Reimbursement TPAF Social Security Contributio				192,370	(192,370)
Total	-	-	-	369,359	(369,359)
Total Undistributed Expenditure	$ 6,424,162	$ 33,306	$ 6,457,468	$ 6,686,861	$ (229,393)
TOTAL CURRENT	$ 8,526,956	$ -	$ 8,526,956	$ 8,748,005	$ (221,049)

WHITE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
CAPITAL OUTLAY					
Construction Services	$ 100,000	$ (100,000)			
TOTAL CAPITAL OUTLAY	$ 100,000	$ (100,000)	$ -	$ -	$ -
TOTAL EXPENDITURES	$ 8,626,956	$ (100,000)	$ 8,526,956	$ 8,748,005	$ (221,049)
Excess (Deficiency) of Revenues Ove (Under) Expenditures	$ (126,125)	$ 100,000	$ (26,125)	$ 203,353	$ 229,478
Other Financing Sources (Uses)					
Operating Transfer Out (Capital Project Func		100,000	100,000	(39,017)	60,983
Total Other Financing Sources (Uses)	-	100,000	100,000	(39,017)	60,983
Excess (Deficiency) of Revenues & Other Financing Sources Over (Under) Expenditures & Other Financing Uses	(126,125)		(126,125)	164,336	290,461
Fund Balances, July 1	417,745		417,745	417,745	
Fund Balances, June 30	$ 291,620	$ -	$ 291,620	$ 582,081	$ 290,461
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Increase (Decrease) in Capital Reserv	$ (100,000)	$ 100,000		$ 61,234	$ 61,234
Budgeted Fund Balance	(26,125)	(100,000)	$ (126,125)	103,102	229,227
TOTAL	$ (126,125)	$ -	$ (126,125)	$ 164,336	$ 290,461

RECAPITULATION OF FUND BALANCE

Reserved:		
Capital Reserve		$ 195,377
Excess Surplus;		
Current Year-Designated for 2011-2012 Budget		25,925
Unreserved:		
Designated for Subsequent Year's Expenditures	$ 25,000	
Undesignated-Free	335,779	
		360,779
		582,081
Reconciliation to Governmental Statements (GAAP):		
Last State Aid Payment not Recognized on GAAP Basis		(201,615)
Fund Balance Per Governmental Funds (GAAP		$ 380,466

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

(NOT APPLICABLE TO THIS REPORT)

WHITE TOWNSHIP SCHOOL DISTRICT
AMERICAN RECOVERY AND REINVESTMENT ACT-BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

REVENUES	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Federal Sources:					
ARRA Education Stabilization Funds Aid		$ 71,247	$ 71,247	$ 71,247	
ARRA Goverenment Services Funds Aid		2,758	2,758	2,758	
TOTAL REVENUES	$ -	$ 74,005	$ 74,005	$ 74,005	$ -
EXPENDITURES					
Fund 16 ARRA SFSF ESF:					
Instruction-Regular Program:					
Salaries for Teachers:					
Grades 6-8		$ 71,247	$ 71,247	$ 71,247	
Total	$ -	71,247	71,247	71,247	$ -
Fund 17 ARRA SFSF GSF:					
Instruction-Regular Program:					
Salaries for Teachers:					
Grades 6-8		2,758	2,758	2,758	
Total	-	2,758	2,758	2,758	-
TOTAL EXPENDITURES	$ -	$ 74,005	$ 74,005	$ 74,005	$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	$ -
Fund Balances, July 1	-	-	-	-	-
Fund Balances, June 30	$ -	$ -	$ -	$ -	$ -

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
State Sources		$ 2,166	$ 2,166	$ 2,166	
Federal Sources	$ 345,710		345,710	302,277	$ (43,433)
TOTAL REVENUES	$ 345,710	$ 2,166	$ 347,876	$ 304,443	$ (43,433)
EXPENDITURES					
Instruction:					
Salaries for Teachers	$ 119,729		$ 119,729	$ 119,729	
Other Salaries for Instruction	31,823		31,823	31,823	
Purchased Professional & Technical Services	3,082	$ 2,166	5,248	5,248	
General Supplies	815		815	815	
Totals	155,449	2,166	157,615	157,615	$ -
Support Services:					
Personal Services Employee Benefits	18,828		18,828	18,828	
Tuition	171,433		171,433	128,000	43,433
Total	190,261	-	190,261	146,828	43,433
TOTAL EXPENDITURES	$ 345,710	$ 2,166	$ 347,876	$ 304,443	$ 43,433

NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
BUDGETARY COMPARISON SCHEDULE

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	$ 8,951,358	$ 304,443
Difference-Budget to GAAP:		
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33):		
State Aid Receivable Prior Year	193,745	
State Aid Receivable Current Year	(201,615)	
Total Revenues (GAAP Basis)	$ 8,943,488	$ 304,443
Uses/Outflows of Resources		
Actual Amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	$ 8,748,005	$ 304,443
Total Expenditures (GAAP Basis)	$ 8,748,005	$ 304,443

OTHER SUPPLEMENTAL INFORMATION

SCHOOL LEVEL SCHEDULES

(NOT APPLICABLE TO THIS REPORT)

SPECIAL REVENUE FUND

DETAIL STATEMENTS

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

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

	ARRA IDEA Basic	ARRA IDEA P S	ARRA Title I	IDEA Basic	IDEA P S	NCLB I	NCLB IIA	NCLB IID & IV	REAP	State Grants	Total 2010
REVENUES											
State Sources										$ 2,166	$ 2,166
Federal Sources	$ 82,001	$ 4,529	$ 6,924	$ 128,000	$ 5,569	$ 21,255	$ 23,087	$ 1,030	$ 29,882		302,277
TOTAL REVENUES	$ 82,001	$ 4,529	$ 6,924	$ 128,000	$ 5,569	$ 21,255	$ 23,087	$ 1,030	$ 29,882	$ 2,166	$ 304,443
EXPENDITURES											
Instruction:											
Salaries for Teachers	$ 71,548	$ 4,207	$ 6,432		$ 5,173		$ 20,144		$ 12,225		$ 119,729
Other Salaries for Instruction						$ 17,081			14,742		31,823
Purchase Professional & Technical Services						2,867		$ 215		$ 2,166	5,248
Supplies								815			815
Totals	71,548	4,207	6,432	$ -	5,173	19,948	20,144	1,030	26,967	2,166	157,615
Support Services:											
Employee Benefits	10,453	322	492		396	1,307	2,943		2,915		18,828
Tuition				128,000							128,000
Total	10,453	322	492	128,000	396	1,307	2,943	-	2,915	-	146,828
TOTAL EXPENDITURES	$ 82,001	$ 4,529	$ 6,924	$ 128,000	$ 5,569	$ 21,255	$ 23,087	$ 1,030	$ 29,882	$ 2,166	$ 304,443

CAPITAL PROJECTS FUND

DETAIL STATEMENTS

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

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

Other Financing Sources (Uses):		
Operating Transfer In-General Fund	$	39,017
State Sources-NJ SDA Aid		44,145
		83,162
Expenditures and Other Financing Uses:		
Construction Services		149,380
Excess (Deficiency) of Revenues Over (Under) Expenditures		(66,218)
Fund Balance-Beginning		66,218
Fund Balance-Ending	$	-

WHITE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND
PROJECT STATUS-BUDGETARY BASIS-WINDOW REPLACEMENT PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources-NJSDA Grant		$ 44,145	$ 44,145	$ 44,145
Local Sources:				
Operating Transfer In	$ 66,218	39,017	105,235	105,235
Total Revenues	66,218	83,162	149,380	149,380
Expenditures and Other Financing Uses:				
Window Replacements		149,380	149,380	149,380
Total Expenditures	-	149,380	149,380	149,380
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 66,218	$ (66,218)	$ -	$ -

Additional Project Information:	
Project Number	SDA5780-050-09-OYAV
Grant Date	05/12/09
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 110,363
Additional Authorized Cost	$ 39,017
Revised Authorized Cost	$ 149,380
Percentage Complete	100.00%

PROPRIETARY FUND

DETAIL STATEMENTS

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

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF FUND NET ASSETS
ENTERPRISE FUND
JUNE 30, 2010

	Food Service Fund	After School Program	Total
ASSETS			
Current Assets:			
Cash & Cash Equivalents	$ 11,656	$ 2,135	$ 13,791
Accounts Receivable:			
Intergovernmental-Federal	1,742		1,742
Intergovernmental-State	117		117
Inventories	3,011		3,011
Total Current Assets	16,526	2,135	18,661
Fixed Assets:			
Capital Assets	20,627		20,627
Accumulated Depreciation	4,786		4,786
Total Fixed Assets	15,841	-	15,841
Total Assets	32,367	2,135	34,502
LIABILITIES			
Current Liabilities:			
Interfund Payable	1,859		1,859
Deferred Revenue	1,449		1,449
Total Current Liabilities	3,308	-	3,308
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	15,841		15,841
Unrestricted	13,218	2,135	15,353
TOTAL NET ASSETS	$ 29,059	$ 2,135	$ 31,194

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Food Services	After School Program	Total
Operating Revenues:			
Charges for Services:			
Daily Sales-Reimbursable Programs	$ 60,704		$ 60,704
Daily Sales-Nonreimbursable Programs	22,512		22,512
Child Care Revenues		$ 5,094	5,094
Total Operating Revenues	83,216	5,094	88,310
Operating Expenses:			
Costs of Sales	51,036		51,036
Salaries	46,241	2,959	49,200
Employee Benefits	4,360		4,360
Repairs & Maintenance	1,855		1,855
Insurance	3,208		3,208
Management Fees	7,640		7,640
Other Purchased Services	2,284		2,284
General Supplies	3,822		3,822
Office Expense	379		379
Depreciation	1,421		1,421
Miscellaneous	57		57
Total Operating Expenses	122,303	2,959	125,262
Operating Income (Loss)	(39,087)	2,135	(36,952)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	1,771		1,771
Federal Sources:			
National School Lunch Program	25,992		25,992
National Milk Program	497		497
Food Distribution Program	7,641		7,641
Interest Earned on Investments	64		64
Total Nonoperating Revenues (Expenses)	35,965	-	35,965
Change in Net Assets	(3,122)	2,135	(987)
Total Net Assets, Beginning	32,181		32,181
Total Net Assets, Ending	$ 29,059	$ 2,135	$ 31,194

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Food Services	Child Care Program	Total
Cash Flows from Operating Activities:			
Receipts from Customers	$ 83,215	$ 5,094	$ 88,309
Payments to Employees	(14,989)	(2,959)	(17,948)
Payments to Food Services Management Co	(103,285)		(103,285)
Payments to Vendors	(2,659)		(2,659)
Net Cash Provided by (Used For) Operating Activities	(37,718)	2,135	(35,583)
Cash Flows from Noncapital Financing Activities:			
State Sources	1,772		1,772
Federal Sources	26,208		26,208
Net Interfund Transactions	280		280
Net Cash Provided by (Used For) Noncapital Financing Activities	28,260	-	28,260
Cash Flows from Investing Activities:			
Interest Earned on Investments	64		64
Purchase of Capital Assets	(8,953)		(8,953)
Net Cash Provided by (Used For) Investing Activities	(8,889)	-	(8,889)
Net Increase (Decrease) in Cash and Cash Equivalents	(18,347)	2,135	(16,212)
Cash and Cash Equivalents, July 1, 2009	30,003		30,003
Cash and Cash Equivalents, June 30, 2010	$ 11,656	$ 2,135	$ 13,791
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:			
Operating Income (Loss)	$ (39,087)	$ 2,135	$ (36,952)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:			
Depreciation	1,421		1,421
Federal Food Distribution Program	7,588		7,588
(Increase) Decrease in Inventory	(999)		(999)
Increase (Decrease) in Accounts Payable	(6,641)		(6,641)
Net Cash Provided by (Used For) Operating Activities	$ (37,718)	$ 2,135	$ (35,583)

FIDUCIARY FUND

DETAIL STATEMENTS

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

WHITE TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY FUND NET ASSETS
JUNE 30, 2010

	Student Activity Agency Fund	Payroll Agency Fund	Total
ASSETS			
Cash & Cash Equivalents	$ 10,824	$ 25,462	$ 36,286
TOTAL ASSETS	$ 10,824	$ 25,462	$ 36,286
LIABILITIES			
Payroll Deductions & Withholdings		$ 25,462	$ 25,462
Due to Student Groups	$ 10,824		10,824
TOTAL LIABILITIES	$ 10,824	$ 25,462	$ 36,286

WHITE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

(NOT APPLICABLE TO THIS REPORT)

WHITE TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Balance 07/01/09	Additions	Deletions	Balance 06/30/10
ASSETS				
Cash & Cash Equivalents	$ 13,156	$ 31,220	$ 33,552	$ 10,824
TOTAL ASSETS	$ 13,156	$ 31,220	$ 33,552	$ 10,824
LIABILITIES				
Student Activities	$ (8)	$ 5,276	$ 4,009	$ 1,259
Class Funds	13,163	25,944	29,542	9,565
Administrator's Account	1		1	
TOTAL LIABILITIES	$ 13,156	$ 31,220	$ 33,552	$ 10,824

WHITE TOWNSHIP SCHOOL DISTRICT
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Balance 07/01/09	Additions	Deletions	Balance 06/30/10
ASSETS				
Cash & Cash Equivalents	$ 3,810	$ 3,588,530	$ 3,566,878	$ 25,462
TOTAL ASSETS	$ 3,810	$ 3,588,530	$ 3,566,878	$ 25,462
LIABILITIES				
Payroll Deductions & Withholdings	$ 3,562	$ 1,330,906	$ 1,312,260	$ 22,208
Net Payroll	248	2,257,624	2,254,618	3,254
TOTAL LIABILITIES	$ 3,810	$ 3,588,530	$ 3,566,878	$ 25,462

LONG-TERM DEBT SCHEDULES

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

WHITE TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2010

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance 07/01/09	Issued	Retired	Balance 06/30/10
2007 Refunding Bonds	08/15/07	$ 3,080,000	08/15/10	$ 275,000					
			08/15/11	285,000					
			08/15/12	300,000					
			08/15/13	315,000					
			08/15/14	325,000					
			08/15/15	340,000					
			08/15/16	355,000					
			08/15/17	370,000	4.00%	$ 2,830,000		$ 265,000	$ 2,565,000
						$ 2,830,000	$ -	$ 265,000	$ 2,565,000

WHITE TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF EARLY INCENTIVE RETIREMENT OBLIGATION
JUNE 30, 2010

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Balance 07/01/09	Issued	Retired	Balance 06/30/10
Early Retirement Incentive Program-TPAF	4/1/1995	$ 746,064	4/1/2011 to 4/1/2021	$ 27,632	$ 331,584		$ 27,632	$ 303,952
Early Retirement Incentive Program-PERS	4/1/1995	343,693	4/1/2011 to 4/1/2021	5,395 to 23,695	217,854		12,969	204,885
					$ 549,438	$ -	$ 40,601	$ 508,837

WHITE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	$ 295,673		$ 295,673	$ 295,673	
State Source:					
Debt Service Aid Type II	55,719		55,719	55,719	
Total Revenues	351,392	$ -	351,392	351,392	$ -
EXPENDITURES					
Regular Debt Service:					
Interest	107,900		107,900	107,547	(353)
Redemption of Principal	265,000		265,000	265,000	
Total Expenditures	372,900	-	372,900	372,547	(353)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(21,508)	-	(21,508)	(21,155)	353
Fund Balance, July 1	21,536	-	21,536	21,536	
Fund Balance, June 30	$ 28	$ -	$ 28	$ 381	$ 353

STATISTICAL SECTION

WHITE TOWNSHIP SCHOOL DISTRICT
STATISTICAL SECTION J SERIES

CONTENTS

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

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

WHITE TOWNSHIP SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST SEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
GOVERNMENT ACTIVITIES							
Invested in Capital Assets, Net of Related Debt	$ 1,668,182	$ 1,549,024	$ 1,471,668	$ 1,044,189	$ 1,257,371	$ 1,353,502	$ 1,602,141
Restricted	(486,215)	(172,314)	(44,065)	(80,528)	121,513	221,898	195,758
Unrestricted	(1,049,307)	(1,197,770)	(763,542)	(277,874)	(358,826)	(621,603)	(448,937)
TOTAL GOVERNMENTAL ACTIVITIES NET ASSETS	$ 132,660	$ 178,940	$ 664,061	$ 685,787	$ 1,020,058	$ 953,797	$ 1,348,962
BUSINESS-TYPE ACTIVITIES							
Invested in Capital Assets, Net of Related Debt	$ 3,010	$ 2,580	$ 2,150	$ 8,257	$ 7,438	$ 8,309	$ 15,841
Unrestricted	50,870	44,946	42,441	33,625	23,395	23,872	15,353
TOTAL BUSINESS-TYPE ACTIVITIES	$ 53,880	$ 47,526	$ 44,591	$ 41,882	$ 30,833	$ 32,181	$ 31,194
DISTRICT-WIDE							
Invested in Capital Assets, Net of Related Debt	$ 1,671,192	$ 1,551,604	$ 1,473,818	$ 1,052,446	$ 1,264,809	$ 1,361,811	$ 1,617,982
Restricted	(486,215)	(172,314)	(44,065)	(80,528)	121,513	221,898	195,758
Unrestricted	(998,437)	(1,152,824)	(721,101)	(244,249)	(335,431)	(597,731)	(433,584)
TOTAL DISTRICT-WIDE	$ 186,540	$ 226,466	$ 708,652	$ 727,669	$ 1,050,891	$ 985,978	$ 1,380,156

WHITE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST SEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
EXPENSES							
Governmental Activities:							
Instruction:							
Regular	$ 3,133,162	$ 3,051,925	$ 2,998,220	$ 2,949,638	$ 2,876,801	$ 2,694,505	$ 2,556,623
Special Education	340,891	448,568	464,035	621,648	760,145	755,833	717,918
Other Special Education	200,237	156,143	120,239	102,695	152,069	143,671	139,610
Other Instruction				30,227	16,905	35,910	2,099
Support Services:							
Tuition	1,926,519	1,967,346	1,874,298	2,171,129	2,462,511	2,859,364	3,249,258
Student & Instruction Related Services	874,727	1,041,290	941,522	917,972	921,789	930,583	914,596
General & Business Administrative Services	473,463	581,112	412,973	426,434	509,173	467,406	452,409
School Administration	77,837	132,619	46,716	106,479	54,620	90,254	105,794
Plant Operations & Maintenance	458,392	464,397	459,242	486,522	445,067	489,361	482,056
Pupil Transportation	612,237	653,768	628,267	650,995	594,097	643,560	517,216
Special Schools	34,369	25,793	29,475	1,779	4,164		
Interest on Long-Term Debt	214,658	193,289	184,666	171,933	133,108	121,574	110,724
Unallocated Depreciation	34,394	34,493	35,308				
Total Governmental Activities Expenses	8,380,886	8,750,743	8,194,961	8,637,451	8,930,449	9,232,021	9,248,303
Business-Type Activities:							
Food Services	127,810	126,936	125,268	122,673	133,288	118,938	122,303
After School Program							2,959
Total Business-Type Activities	127,810	126,936	125,268	122,673	133,288	118,938	125,262
TOTAL DISTRICT EXPENSES	$ 8,508,696	$ 8,877,679	$ 8,320,229	$ 8,760,124	$ 9,063,737	$ 9,350,959	$ 9,373,565

WHITE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST SEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
PROGRAM REVENUES							
Governmental Activities:							
Operating Grants & Contributions	$ 27,520	$ 216,495	$ 483,329	$ 350,830	$ 241,638	$ 211,096	$ 304,443
Charges for Services			9,318				
Total Governmental Activities Program Revenues	27,520	216,495	492,647	350,830	241,638	211,096	304,443
Business-Type Activities:							
Charges for Services:							
Food Service	106,414	98,442	104,393	98,422	95,993	92,623	83,216
After School Program							5,094
Operating Grants & Contributions	22,261	21,962	17,771	23,735	25,199	27,557	35,901
Total Business-Type Activities Program Revenues	128,675	120,404	122,164	122,157	121,192	120,180	124,211
TOTAL DISTRICT-PROGRAM REVENUES	$ 156,195	$ 336,899	$ 614,811	$ 472,987	$ 362,830	$ 331,276	$ 428,654
NET (EXPENSE) REVENUES							
Governmental Activities	$ (8,353,366)	$ (8,534,248)	$ (7,702,314)	$ (8,286,621)	$ (8,688,811)	$ (9,020,925)	$ (8,943,860)
Business-Type Activities	865	(6,532)	(3,104)	(516)	(12,096)	1,242	(1,051)
TOTAL DISTRICT-WIDE NET EXPENSES	$ (8,352,501)	$ (8,540,780)	$ (7,705,418)	$ (8,287,137)	$ (8,700,907)	$ (9,019,683)	$ (8,944,911)
GENERAL REVENUES & OTHER CHANGES IN NET ASSETS							
Governmental Activities:							
Property Taxes Levied for General Purposes, Net	$ 4,998,545	$ 5,166,731	$ 5,365,445	$ 5,682,676	$ 5,902,317	$ 6,138,406	$ 6,383,940
Taxes Levied for Debt Service	387,386	408,368	408,566	345,857	410,321	316,396	295,673
Unrestricted Grants & Contributions	2,766,367	2,999,201	2,392,662	2,595,803	2,676,861	2,473,335	2,594,473
Capital Grants-Unallocated							44,145
Investment Earnings	4,588	6,228	18,501	30,949	24,450	9,133	5,515
Miscellaneous Income			2,261	880	9,723	17,394	15,279
Operating Transfer	(18,608)						
Write Off of Prior Year Accounts Receivable				(8,922)			
Unfinanced Capital Project Balance Cancelled					(590)		
Total Governmental Activities	8,138,278	8,580,528	8,187,435	8,647,243	9,023,082	8,954,664	9,339,025

WHITE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST SEVEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
GENERAL REVENUES & OTHER CHANGES IN NET ASSETS (Cont'd)							
Business-Type Activities:							
Investment Earnings	$ 222	$ 178	$ 169	$ 134	$ 138	$ 106	$ 64
Write Off of Prior Year Accounts Receivable				(2,327)			
Miscellaneous Income					909		
Transfers	18,608						
Total Business-Type Activities	18,830	178	169	(2,193)	1,047	106	64
TOTAL DISTRICT-WIDE	$ 8,157,108	$ 8,580,706	$ 8,187,604	$ 8,645,050	$ 9,024,129	$ 8,954,770	$ 9,339,089
CHANGE IN NET ASSETS							
Governmental Activities	$ (215,088)	$ 46,280	$ 485,121	$ 360,622	$ 334,271	$ (66,261)	$ 395,165
Business-Type Activities	19,695	(6,354)	(2,935)	(2,709)	(11,049)	1,348	(987)
TOTAL DISTRICT	$ (195,393)	$ 39,926	$ 482,186	$ 357,913	$ 323,222	$ (64,913)	$ 394,178

WHITE TOWNSHIP SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST SEVEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
General Fund:							
Reserved	$ 19,996	$ 1	$ 97,875	$ 228,212	$ 266,114	$ 160,269	$ 221,302
Unreserved	(7,141)	(216,845)	115,495	290,143	229,222	63,731	159,164
Total General Fund	$ 12,855	$ (216,844)	$ 213,370	$ 518,355	$ 495,336	$ 224,000	$ 380,466
All Other Governmental Funds:							
Unreserved, Reported In:							
Capital Projects Fund	$ (498,610)	$ (245,649)	$ (163,089)	$ (80,529)		$ 66,218	
Debt Service Fund	216	63,334	63,423	89	$ 21,508	21,536	$ 381
Total All Other Governmental Funds	$ (498,394)	$ (182,315)	$ (99,666)	$ (80,440)	$ 21,508	$ 87,754	$ 381

WHITE TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues:										
Tax Levy	$ 3,891,523	$ 4,646,027	$ 4,750,779	$ 5,385,931	$ 5,575,099	$ 5,774,011	$ 6,028,533	$ 6,312,638	$ 6,454,802	$ 6,679,613
Tuition Changes						9,318		5,597		
Interest Earnings	3,177	632	7,340	4,588	6,228	18,501	30,949	24,450	9,133	5,515
Miscellaneous	53,996	18,231	3,068			2,261	880	4,126	17,394	15,279
State Sources	2,680,685	1,500,551	2,056,733	2,278,109	2,529,229	2,393,432	2,726,994	2,707,797	2,473,592	2,566,779
Federal Sources	130,555	148,633	232,804	515,778	686,468	482,559	219,639	210,702	210,839	376,282
Total Revenues	6,759,936	6,314,074	7,050,724	8,184,406	8,797,024	8,680,082	9,006,995	9,265,310	9,165,760	9,643,468
Expenditures:										
Instruction:										
Regular Instruction	1,483,567	1,614,669	1,681,310	2,115,364	2,079,194	1,948,065	1,798,835	1,815,036	1,718,316	1,609,654
Special Education Instruction	258,375	248,590	281,906	263,833	348,690	346,357	351,540	470,419	491,261	367,622
Other Special Instruction	112,874	80,751	97,914	154,974	121,376	89,747	76,171	92,955	110,009	81,868
Other Instruction	56,302	61,741	59,369				27,850	16,238	34,353	2,000
Support Services:										
Tuition	1,389,910	1,554,351	1,708,836	1,926,519	1,967,346	1,874,298	2,037,443	2,327,595	2,723,858	3,121,258
Student & Instruction Related Services	387,375	447,723	396,305	676,996	809,437	702,755	529,476	651,078	696,947	667,840
General & Business Administrative Services	327,955	340,321	365,313	366,437	451,722	308,244	291,180	352,263	347,745	315,802
School Administration Services	35,494	26,632	34,252	60,242	103,090	34,869	75,925	28,492	61,000	72,494
Plant Operations & Maintenance	291,624	298,543	340,305	354,773	360,995	342,780	437,364	420,332	404,401	382,190
Pupil Transportation	456,966	475,765	542,383	612,237	653,768	628,267	650,995	594,097	643,560	517,216
Employee Benefits	855,678	1,007,840	1,059,785	1,295,987	1,388,942	1,406,696	1,623,748	1,656,369	1,551,332	1,610,061
Special Schools		27,399	26,850	26,600	20,050	22,000	1,639	4,000		
Capital Outlay	163,204	286,385	665,476	4,921	23,529	80,725	37,796	151,908	8,800	149,380
Special Revenue Funds	155,558	196,884	207,900				350,830	241,638	211,096	304,443
Debt Service:										
Principal	150,000	155,000	165,000	257,560	267,560	277,560	287,560	302,560	250,000	265,000
Interest & Other Charges	227,448	219,518	211,198	213,164	197,505	187,416	178,070	143,371	118,172	107,547
Total Expenditures	6,352,330	7,042,112	7,844,102	8,329,607	8,793,204	8,249,779	8,756,422	9,268,351	9,370,850	9,574,375
Excess (Deficiency) of Revenues Over (Under) Expenditures	407,606	(728,038)	(793,378)	(145,201)	3,820	430,303	250,573	(3,041)	(205,090)	69,093
Other Financing Sources (Uses):										
Temporary Note Redeemed				82,560	82,560	82,560	82,560	82,560		
Unfinanced Capital Project Balance Cancelled								(590)		
Write Off of Prior Year Receivables							(8,922)			
Transfers In	3,177									
Transfers Out	(56,254)	(45,682)		(18,608)						
Total Other Financing Sources (Uses)	(53,077)	(45,682)	-	63,952	82,560	82,560	73,638	81,970	-	-
Net Change in Fund Balances	$ 354,529	$ (773,720)	$ (793,378)	$ (81,249)	$ 86,380	$ 512,863	$ 324,211	$ 78,929	$ (205,090)	$ 69,093
Debt Service as a Percentage of Non-capital Expenditures	6.49%	5.87%	5.53%	5.99%	5.60%	6.04%	5.64%	5.14%	4.09%	4.12%

Source: District Records

NOTE: Noncapital expenditures are total expenditures less capital outlay, capital projects and debt service.
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.

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

Description	Fiscal Year Ending June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Interest Income	$ 44,509	$ 13,904	$ 7,124	$ 4,588	$ 6,228	$ 18,501	$ 30,949	$ 24,450	$ 9,133	$ 5,515
Tuition						9,318		5,597		
Prior Year Refunds	2,300					453	780	33	7,718	11,696
Prior Year Voided Checks								889		
Recycling Sales							100	100		
Accounts Payable Cancelled								1,291	7,483	
Sale of Old Text Books								1,356		160
Contributions								255	363	2,990
Asbestos Litigation								196		
Book Fines									700	43
Copies										75
Photo Commissions									708	
Miscellaneous Refunds										300
Miscellaneous Other	7,187	4,327	1,037			1,808		6	422	15
Annual Totals	$ 53,996	$ 18,231	$ 8,161	$ 4,588	$ 6,228	$ 30,080	$ 31,829	$ 34,173	$ 26,527	$ 20,794

Source: District Records

WHITE TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Vacant Land	$ 12,903,975	$ 12,767,075	$ 10,915,275	$ 15,065,700	$ 15,406,300	$ 17,134,177	$ 16,133,227	$ 15,468,627	$ 15,238,327	$ 14,146,827
Residential	174,468,000	189,119,000	200,469,600	375,604,800	380,920,450	394,545,500	409,994,750	413,182,700	414,181,200	415,704,700
Farm Regular	19,269,400	19,771,100	20,437,900	35,938,300	36,274,000	35,733,750	34,962,750	41,291,800	41,180,500	41,369,300
Q Farm	1,820,346	1,860,108	3,630,326	3,628,225	3,479,540	3,539,605	3,697,205	3,401,421	3,442,571	3,432,571
Commercial	24,628,170	24,314,370	24,541,070	42,349,200	42,349,200	41,477,700	39,688,000	41,482,200	41,499,400	45,884,300
Industrial	103,239,200	103,221,400	103,221,400	138,338,600	139,562,250	119,562,250	110,802,250	109,569,800	49,320,900	49,320,900
Apartment	5,213,800	5,213,800	5,213,800	8,132,100	6,912,100	6,072,100	6,112,100	5,478,400	4,874,500	4,927,600
Total Assessed Value	341,542,891	356,266,853	368,429,371	619,056,925	624,903,840	618,065,082	621,390,282	629,874,948	569,737,398	574,786,198
Public Utilities (a)	1,494,723	1,477,556	1,192,517	1,638,955	1,655,457	1,564,824	1,278,491	1,167,340	1,008,510	1,405,320
Net Valuation Taxable	$ 343,037,614	$ 357,744,409	$ 369,621,888	$ 620,695,880	$ 626,559,297	$ 619,629,906	$ 622,668,773	$ 631,042,288	$ 570,745,908	$ 576,191,518
Estimated Actual County Equalized) Value	$ 374,155,462	$ 394,366,494	$ 416,836,239	$ 500,933,075	$ 529,135,448	$ 593,809,462	$ 746,873,903	$ 786,449,659	$ 712,274,938	$ 733,628,111
Percentage of Net Valuations to Estimated Actual County Equalized Value	91.68%	90.71%	88.67%	123.91%	118.41%	104.35%	83.37%	80.24%	80.13%	78.54%
Total Direct School Tax Rate (b)	$ 1.224	$ 1.235	$ 1.380	$ 0.861	$ 0.896	$ 0.953	$ 1.014	$ 1.023	$ 1.170	$ 1.199

*

Source: Municipal Tax Assessor

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

(a) Taxable Value of Machinery, Implements and Equipments of Telephone and Messenger System Companies

(b) Tax rates are per $100

* Revalued/Reassessed

WHITE TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATE PER $100 OF ASSESSED VALUE)

Assessment Year		School District Direct Rate			Overlapping Rates				Total Direct & Overlapping Tax Rate
		Basic Rate (a)	General Obligation Debt Service (b)	(From J-6) Total Direct School Tax Rate	Regional School Debt	Municipality	County	County Library	
2001		$ 1.131	$ 0.093	$ 1.224		$ 0.020	$ 0.817	$ 0.071	$ 2.132
2002		1.132	0.103	1.235		0.021	0.763	0.071	2.090
2003		1.291	0.089	1.380		0.021	0.842	0.071	2.314
2004	*	0.756	0.105	0.861		0.020	0.524	0.046	1.451
2005		0.830	0.066	0.896		0.020	0.559	0.049	1.524
2006		0.882	0.071	0.953		0.021	0.611	0.055	1.640
2007		0.953	0.060	1.013		0.070	0.530	0.063	1.676
2008		0.973	0.050	1.023		0.079	0.697	0.065	1.864
2009		1.118	0.052	1.170		0.103	0.699	0.066	2.038
2010		1.139	0.060	1.199		0.110	0.641	0.062	2.012

Sources: Municipal Tax Collector

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

(a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
(b) Rates for debt service are based on each year's requirements.

* Revalued/Reassessed

WHITE TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO

	2010			2001		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
DSM Nutritional Products	$ 43,335,100	1	7.52%			
Hike Enterprises	6,994,800	2	1.21%	$ 4,160,800	3	1.21%
Country View Village	5,206,500	3	0.90%	1,980,000	5	0.58%
Windtryst Limited	4,598,600	4	0.80%	4,524,000	2	1.32%
Tilcon	3,499,100	5	0.61%			
Apple Mountain Recreation	3,475,700	6	0.60%	1,623,100	6	0.47%
Brookfield Senior Living, LLC	3,160,000	7	0.55%			
Individual Property Owner	2,946,700	8	0.51%	930,900	8	0.27%
BASF Corporation	2,861,800	9	0.50%			
Individual Property Owner	1,860,000	10	0.32%			
Hoffman LaRoche Corporation				113,759,300	1	33.16%
RJD Management Corporation				2,071,637	4	0.60%
United Telephone Company				1,434,446	7	0.42%
Oxford Quarry, Inc				863,200	9	0.25%
Oxford Quarry, Inc				789,770	10	0.23%
	$ 77,938,300		13.53%	$ 132,137,153		38.52%

Source: Municipal Tax Assessor

Individual Property Owner
BASF Corporation
Realty Co. of Penn

WHITE TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2000	N/A	N/A	
2001	N/A	N/A	
2002	N/A	N/A	
2003	N/A	N/A	
2004	$ 9,182,425	$ 8,930,536	97.26%
2005	9,771,528	9,464,311	96.86%
2006	10,401,640	10,171,074	97.78%
2007	10,590,366	10,429,866	98.48%
2008	11,888,042	11,663,250	98.11%
2009	11,716,328	11,520,776	98.33%

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

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

Note-Information prior to 2004 was not available

WHITE TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities	Total District	% of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2001	$ 5,150,025					$ 5,150,025	3.61%	$ 1,191
2002	4,959,256					4,959,256	3.25%	1,077
2003	4,758,024			$ 412,800		5,170,824	3.14%	1,062
2004	4,546,255			330,240		4,876,495	2.76%	952
2005	4,323,932			247,680		4,571,612	2.40%	856
2006	4,091,028			165,120		4,256,148	2.07%	764
2007	3,847,478			82,560		3,930,038	1.73%	684
2008	3,669,304					3,669,304	1.49%	626
2009	3,379,438					3,379,438	1.34%	573
2010	3,073,837					3,073,837	N/A	520

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

WHITE TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,		General Bonded Debt Outstanding			% of Actual Taxable Value (a) of Property	Per Capita (a)
		General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2001		$ 4,299,000		$ 4,299,000	1.25%	$ 934
2002		4,144,000		4,144,000	1.16%	851
2003		3,979,000		3,979,000	1.08%	777
2004	*	3,804,000		3,804,000	0.61%	712
2005		3,619,000		3,619,000	0.58%	649
2006		3,424,000		3,424,000	0.55%	596
2007		3,219,000		3,219,000	0.52%	549
2008		3,080,000		3,080,000	0.49%	522
2009		2,830,000		2,830,000	0.50%	478
2010		2,565,000		2,565,000	0.45%	434

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

(a) See Exhibit NJ J-6 for property tax data.
(b) Population data can be found in Exhibit NJ J-14.
* Revalued / Reassessed

WHITE TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2009

GOVERNMENTAL UNIT	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Municipality	$ 3,415,000	100.00	$ 3,415,000
County General Obligation Debt	17,214,836	5.59	962,309
Subtotal, Overlapping Debt			4,377,309
School District Direct Debt			2,565,000
Total Direct and Overlapping Debt			$ 6,942,309

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

Note: Overlapping Governments are those that Coincide, at least in Part, with the Geographic Boundaries of the District. This Schedule Estimates the Portion of the Outstanding Debt of Those Overlapping Governments that is Borne by the Residents and Businesses of the Municipality. This Process Recognizes that, when Considering the District's Ability to Issue and Repay Long-Term Debt, the Entire Debt Burden Borne by the Residents and Businesses Should be Taken into Account. However this Does Not Imply that Every Taxpayer is a resident, and Therefore Responsible for Repaying the Debt, of Each Overlapping Payment.

(a) For Debt Repaid with Property Taxes, the Percentage of Overlapping Debt Applicable is Estimated Using Taxable Assessed Property Values. Applicable Percentages were Estimated by Determining the Portion of Another Governmental Unit's Taxable Value that is Within the District's Boundaries and Dividing it by Each Unit's Total Taxable Value.

WHITE TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2010

Equalized Valuation Basis			
	2009	$ 725,410,489	
	2008	786,066,327	
	2007	774,704,254	
		$ 2,286,181,070	
Average Equalized Valuation of Taxable Property		$ 762,060,357	
Debt Limit (4.0% of Average Equalization Value)		$ 30,482,414	(a)
Total Net Debt Applicable to Limit		2,565,000	
Legal Debt Margin		$ 27,917,414	

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt Limit	$ 14,254,345	$ 14,254,345	$ 16,696,135	$ 18,603,707	$ 21,599,021	$ 23,499,188	$ 26,441,552	$ 28,999,459	$ 30,694,966	$ 30,482,414
Total Net Debt Applicable	4,299,000	4,144,000	4,391,800	4,134,240	3,866,680	3,589,120	3,301,560	3,080,000	2,830,000	2,565,000
Legal Debt Margin	$ 9,955,345	$ 10,110,345	$ 12,304,335	$ 14,469,467	$ 17,732,341	$ 19,910,068	$ 23,139,992	$ 25,919,459	$ 27,864,966	$ 27,917,414
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	30.16%	29.07%	26.30%	22.22%	17.90%	15.27%	12.49%	10.62%	9.22%	8.41%

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

WHITE TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Population (a)	Personal Income (b)	Per Capita Personal Income (c)	Unemployment Rate (d)
2001	4,603	$ 152,699,922	$ 33,174	4.2%
2002	4,871	164,858,995	33,845	6.3%
2003	5,123	176,820,345	34,515	6.8%
2004	5,343	190,093,254	35,578	5.0%
2005	5,574	205,580,268	36,882	2.7%
2006	5,743	226,549,864	39,448	2.9%
2007	5,863	245,823,864	41,928	2.6%
2008	5,899	253,049,403	42,897	3.5%
2009	5,915	N/A	N/A	6.4%
2010	5,915	N/A	N/A	N/A

Sources:

(a) Population Information Provided by the NJ Dept of Labor and Workforce Development

(b) Personal Income has Been Estimated Based Upon the Municipal Population and Per Capita Personal Income Presented

(c) Per Capita Personal Income by County Estimated Based Upon the 2000 Census Published by the US Bureau of Economic Analysis.

(d) Unemployment Data Provided by the NJ Dept of Labor and Workforce Development

WHITE TOWNSHIPSCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	2010			2001		
Employer	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

WHITE TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Instruction:										
Regular					29.0	29.0	28.0	28.0	28.0	26.0
Special Education					2.0	2.0	2.0	4.0	4.0	6.0
Other Special Education					4.0	4.0	4.0	3.0	3.0	3.0
Other Instruction					13.0	8.0	7.5	7.5	15.0	9.0
Support Services:										
Student and Instruction Related Services					6.0	6.0	6.0	6.0	6.0	6.0
General Administration					3.0	2.0	2.0	2.0	2.0	2.0
School Administration Services					2.0	1.0	1.0	1.0	1.0	1.0
Central Services						1.0	1.0	1.0	1.0	1.0
Plant Operations and Maintenance					3.0	3.0	3.5	4.0	4.0	4.0
Cafeteria Aides										2.0
Total	-	-	-	-	62.0	56.0	55.0	56.5	64.0	60.0

Sources: District Personnel Records

Note: Information prior to 2005 is not available.

WHITE TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	Percentage Change	Teaching Staff (b)	Teacher Ratio	Average Daily Enrollment (ADE) (c)	Average Daily Attendance (ADA) (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
2001	432	5,811,678	13,453	0.64%	39.0	1 to 11	432.0	413.1	1.65%	95.63%
2002	431	6,381,209	14,806	10.05%	39.0	1 to 11	433.7	414.6	0.39%	95.60%
2003	449	6,802,428	15,150	2.33%	39.0	1 to 11	447.6	427.1	3.20%	95.42%
2004	432	7,853,962	18,180	20.00%	44.0	1 to 11	428.3	411.3	-4.31%	96.03%
2005	429	8,304,610	19,358	6.48%	43.0	1 to 10	424.2	406.3	-0.96%	95.78%
2006	439	7,704,078	17,549	-9.34%	41.0	1 to 10	438.2	421.0	3.30%	96.07%
2007	435	8,252,996	18,972	8.11%	42.0	1 to 10	435.0	414.6	-0.73%	95.32%
2008	427	8,670,512	20,306	7.03%	43.0	1 to 10	424.2	407.0	-2.48%	95.95%
2009	402	8,993,878	22,373	10.18%	43.0	1 to 11	397.4	382.1	-6.32%	96.15%
2010	407	9,052,448	22,242	-0.59%	44.0	1 to 10	406.7	389.3	2.34%	95.72%

Source: District Records

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

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

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

WHITE TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

DISTRICT BUILDING	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Elementary (1931)										
Square Feet	59,341	59,341	59,341	59,341	59,341	59,341	59,341	59,341	59,341	59,341
Capacity (Students)	620	620	620	620	620	620	620	620	620	620
Enrollment	432	431	449	432	429	439	435	427	402	407

Number of Schools at June 30, 2010:

Elementary	1
Middle School	0
High School	0
Other	0

District Facilities Office

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

WHITE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST NINE FISCAL YEARS

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

	*School Facilities	
	Amount	Total
2002	$ 110,442	$ 110,442
2003	110,777	110,777
2004	126,612	126,612
2005	132,249	132,249
2006	124,261	124,261
2007	166,723	166,723
2008	183,463	183,463
2009	161,970	161,970
2010	180,311	180,311
Total School Facilities	$ 1,296,808	$ 1,296,808

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

Source: District Records

WHITE TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2010
(UNAUDITED)

	Coverage	Deductible
School Package Policy-School Alliance Insurance Fund:		
Property-Blanket Building and Contents (Policy Limit)	$ 250,000,000	$ 1,000
Comprehensive General Liability	5,000,000	
Comprehensive Automobile Liability	5,000,000	
School Leaders Professional Liability	5,000,000	
Comprehensive Crime Coverage	500,000	1,000
Student Accident	1,000,000	
Worker's Compensation-School Alliance Insurance Fund:		
Per Accident, Disease and Disease Limit	5,000,000	
Public Employees' Faithful Performance-Selective Insurance Co.		
Treasurer of School Monies Bond	200,000	
School Board Secretary Bond	200,000	

Source: District Records

SINGLE AUDIT SECTION

William M. Colantano, Jr.
A Professional Corporation

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

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Washington, NJ 07882 - 1530
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

November 1, 2010

Honorable President and
Members of the Board of Education
White Township School District
County of Warren, New Jersey

We have audited the financial statements of the Board of Education of the White School District in the County of Warren as of and for the year ended June 30, 2010, and have issued our report thereon dated November 1, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; Government Auditing Standards issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the 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 Board of Education's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Board of Education's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. 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 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 these 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 that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

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

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

William M. Colantano, Jr.

William M. Colantano, Jr.
A Professional Corporation

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

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

November 1, 2010

Honorable President and
Members of the Board of Education
White Township School District
County of Warren, New Jersey

Compliance

We have audited the compliance of the Board of Education of the White School District in the County of Warren, with the types of compliance requirements described in the US Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and New Jersey OMB's Circular 04-04 that are applicable to its major federal and state programs for the year ended June 30, 2010. The Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the Board of Education's management. Our responsibility is to express an opinion on the 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; and New Jersey OMB's Circular 04-04 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid;" and OMB Circular A-133 "Audits of States, Local Governments, and Non-Profit Organizations". Those Standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the 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 Board of Education's compliance with those requirements.

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

Internal Control Over Compliance

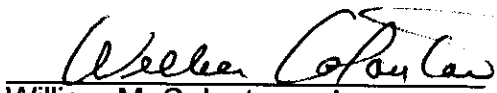
The management of the Board of Education is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit we considered the Board of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

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control 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.

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



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

William M. Colantano, Jr.

WHITE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Grantor/Program Title	Federal CFDA Number	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2009 (Acct Rec) Def Revenue	Balance June 30, 2009 Carryover Amount	Cash Received	Budgetary Expenditure	Adjustment	Repay of Prior Year Balance	Balance June 30, 2010 Accounts Receivable	Balance June 30, 2010 Deferred Revenue	Balance June 30, 2010 Due to Grantor
US Department of Education Passed Through State Department of Education:													
General Fund:													
ARRA-SFSF-ESF (Educ State Grants)	84.394	N/A	$ 71,247	07/01/2009-6/30/2011			$ 71,247	$ 71,247					
ARRA-SFSF-GSF (Government Services)	84-397	N/A	2,758	07/01/2009-6/30/2011			2,758	2,758					
					$ -	$ -	74,005	74,005	$ -	$ -	$ -	$ -	$ -
Special Revenue Fund:													
Star-W Grant	84.318X	3000481	154,260	09/01/2005-8/31/2006	12								12
ARRA Title I	84.389	ARRA-578010	6,924	09/01/2009-6/30/2011			5,930	6,924			(994)		
ARRA IDEA Basic	84.391	ARRA-578010	125,234	09/01/2009-8/31/2011			62,411	82,001			(62,823)	43,233	
ARRA IDEA Pre School	84.392	ARRA-578010	4,529	09/01/2009-8/31/2011			4,207	4,529			(322)		
NCLB Title I	84.010A	NCLB-578009	20,867	09/01/2008-8/31/2009	(20,867)		20,867						
NCLB Title I	84.010A	NCLB-578010	21,255	09/01/2009-8/31/2010			19,907	21,255			(1,348)		
NCLB Title II A	84.367A	NCLB-578009	22,990	09/01/2008-8/31/2009	(22,990)		22,990						
NCLB Title II A	84.367A	NCLB-578010	23,087	09/01/2009-8/31/2010			19,239	23,087			(3,848)		
NCLB Title II D	84.318X	NCLB-578009	173	09/01/2008-8/31/2009	(173)		173						
NCLB Title II D	84.318X	NCLB-578010	215	09/01/2009-8/31/2010				215			(215)		
NCLB Title IV	84.186A	NCLB-578009	885	09/01/2008-8/31/2009	(885)		885						
NCLB Title IV	84.186A	NCLB-578010	815	09/01/2009-8/31/2010			815	815					
Rural Education Achievement Program	84.358B	S 358AO 94755	29,882	07/01/2009-9/30/2010			29,882	29,882					
IDEA Basic	84.027	IDEA-578009	129,917	09/01/2008-8/31/2009	(13,532)		13,532						
IDEA Basic	84.027	IDEA-578010	128,200	09/01/2009-8/31/2010			99,718	128,000			(28,482)	200	
IDEA Pre School	84.173	IDEA-578010	5,569	09/01/2009-8/31/2010			5,173	5,569			(396)		
Total Special Revenue Fund					(58,435)	-	305,729	302,277	-	-	(98,428)	43,433	12
US Department of Agriculture Passed Through State Department of Education:													
Enterprise Fund:													
Food Distribution Program	10.550-	N/A	7,588	07/01/2009-6/30/2010			7,588	6,139				1,449	
Food Distribution Program	10.550-	N/A	7,542	07/01/2008-6/30/2009	1,502			1,502					
Special Milk Program	10.556-	N/A	498	07/01/2009-6/30/2010			462	497			(35)		
Special Milk Program	10.556-	N/A	450	07/01/2008-6/30/2009	(29)		29						
National School Lunch Program	10.555-	N/A	25,992	07/01/2009-6/30/2010			24,285	25,992			(1,707)		
National School Lunch Program	10.555-	N/A	18,838	07/01/2008-6/30/2009	(1,432)		1,432						
Total Enterprise Fund					41	-	33,796	34,130	-	-	(1,742)	1,449	-
TOTAL FEDERAL FINANCIAL ASSISTANCE					$ (58,394)	$ -	$ 413,530	$ 410,412	$ -	$ -	$ (100,170)	$ 44,882	$ 12

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

WHITE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance 6/30/2009 (Acct Rec) Def Revenue	Cash Received	Budgetary Expenditure	Adjustment	Balance June 30, 2010 Accounts Receivable	Deferred Revenue	Due to Grantor	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
State Department of Education												
General Fund:												
Transportation Aid	10-495-034 -5120-014	$ 271,954	07/01/2009- 6/30/2010		$ 244,777	$ 271,954		$ (27,177)			$ (27,177)	$ 271,954
Transportation Aid	09-495-034 -5120-014	237,100	07/01/2008- 6/30/2009	$ (21,602)	21,602							
Equalization Aid	09-495-034 -5120-078	662,266	07/01/2008- 6/30/2009	(61,441)	61,441							
Equalization Aid	10-495-034 -5120-078	333,855	07/01/2009- 6/30/2010		300,491	333,855		(33,364)			(33,364)	333,855
Security Aid	10-495-034 -5120-084	45,058	07/01/2009- 6/30/2010		40,555	45,058		(4,503)			(4,503)	45,058
Security Aid	09-495-034 -5120-084	42,917	07/01/2008- 6/30/2009	(3,910)	3,910							
Adjustment Aid	10-495-034 -5120-085	1,064,531	07/01/2009- 6/30/2010		958,148	1,064,531		(106,383)			(106,383)	1,064,531
Adjustment Aid	09-495-034 -5120-085	772,840	07/01/2008- 6/30/2009	(69,312)	69,312							
Special Education Aid	09-495-034 -5120-089	306,899	07/01/2008- 6/30/2009	(27,961)	27,961							
Special Education Aid	10-495-034 -5120-089	302,083	07/01/2009- 6/30/2010		271,895	302,083		(30,188)			(30,188)	302,083
Extraordinary Special Education Costs Aid	10-100-034 -5120-473	83,383	07/01/2009- 6/30/2010			83,383		(83,383)			(83,383)	83,383
Extraordinary Special Education Costs Aid	09-100-034 -5120-473	104,475	07/01/2008- 6/30/2009	(46,219)	46,219							
Reimbursement TPAF Soc Sec Contribution	10-495-034 -5095-002	192,370	07/01/2009- 6/30/2010		192,370	192,370						192,370
Reimbursement TPAF Soc Sec Contribution	09-495-034 -5095-002	206,106	07/01/2008- 6/30/2009	(9,124)	9,124							
NP School Transportation	10-495-034 -5120-014	2,396	07/01/2009- 6/30/2010			2,396		(2,396)			(2,396)	2,396
NP School Transportation	09-495-034 -5120-014	7,463	07/01/2008- 6/30/2009	(7,463)	7,463							
TPAF-Post Retirement Medical	10-495-034 -5095-001	168,042	07/01/2009- 6/30/2010		168,042	168,042						168,042
TPAF-Noncontributory Insurance	10-495-034 -5095-007	8,947	07/01/2009- 6/30/2010		8,947	8,947						8,947
Total General Fund				(247,032)	2,432,257	2,472,619	$ -	(287,394)	$ -	$ -	(287,394)	2,472,619

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

WHITE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(Continued)

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance 6/30/2009 (Acct Rec) Def Revenue	Cash Received	Budgetary Expenditure	Refunded	Balance June 30, 2010 Accounts Receivable	Balance June 30, 2010 Deferred Revenue	Balance June 30, 2010 Due to Grantor	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
State Department of Education												
Special Revenue Fund:												
Teacher Quality Mentoring	06-495-034 -5120-052	$ 642	07/01/2005- 6/30/2006	$ 393		$ 393						$ 642
Character Education	06-495-034 -5120-053	4,000	07/01/2005- 6/30/2006	1,773		1,773						4,000
Matrix Grant	N/A	112,613	09/01/2005- 8/31/2006	1,051						$ 1,051		111,562
Total Special Revenue Fund				3,217	$ -	2,166	$ -	$ -	$ -	1,051	$ -	116,204
State Department of Education Debt Service Fund												
Debt Service Aid-State Support	10-495-034 -5120-017	55,719	07/01/2009- 6/30/2010	-	55,719	55,719	-	-	-	-	-	55,719
Educational Facilities Construction Financing Act												
Capital Projects Fund:												
Window Replacement Project	SDA5780-050 -09-OYAV	44,145	07/01/2009- 6/30/2010	-	44,145	44,145	-	-	-	-	-	44,145
State Department of Agriculture Enterprise Fund:												
National School Lunch Program (St Share)	10-100-010 -3350-023	1,771	07/01/2009- 6/30/2010		1,654	1,771		(117)			(117)	1,771
National School Lunch Program (St Share)	09-100-010 -3350-023	1,566	07/01/2008- 6/30/2009	(118)	118							
Total Enterprise Fund				(118)	1,772	1,771	-	(117)	-	-	(117)	1,771
TOTAL STATE FINANCIAL ASSISTANCE				$ (243,933)	$ 2,533,893	$ 2,576,420	$ -	$ (287,511)	$ -	$ 1,051	$ (287,511)	$ 2,690,458

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2010

NOTE 1. GENERAL

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, White Township School District. The Board of Education is defined in Note 1 (A) to the Board's financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, is included on the schedule of federal financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the Board's financial statements.

NOTE 3. RELATIONSHIP OF FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is ($7,870) for the general fund and $-0- for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

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

	Federal	State	Total
General Fund	$ 74,005	$ 2,464,749	$ 2,538,754
Special Revenue Fund	302,277	2,166	304,443
Food Service Fund	34,130	1,771	35,901
Capital Projects Fund		44,145	44,145
Debt Service Fund		55,719	55,719
	$ 410,412	$ 2,568,550	$ 2,978,962

WHITE TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2010
(Continued)

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the USDA Commodities Program represent 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 Contribution represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the year ended June 30, 2010.

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

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued:	Unqualified
Internal Control Over Financial Reporting:	
1. Material weakness(es) identified?	____Yes ___X__No
2. Reportable conditions identified that are not considered to be material weaknesses?	____Yes ___X__No
Noncompliance Material to General Purpose Financial Statements Noted?	____Yes ___X__No
Federal Awards	NOT APPLICABLE
Internal Control Over Major Programs:	
1. Material weakness(es) identified?	____Yes _____No
2. Reportable conditions identified that are not considered to be material weaknesses?	____Yes _____No
Type of Auditor's Report Issued on Compliance for Major Programs?	
Any Audit Findings Disclosed that are Required to be Reported in Accordance with Section .510 (a) of Circular A-133	____Yes _____No

Identification of Major Programs:

CFDA Numbers	Amount	Name of Federal Program

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

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Federal Awards (Cont'd)	NOT APPLICABLE
Dollar Threshold used to Distinguish Between Type A and Type B Programs:	
Auditee qualified as a low-risk auditee	____ Yes ____ No
State Awards	
Dollar Threshold used to Distinguish Between Type A and Type B Programs:	$ 300,000
Auditee Qualified as low-risk auditee	X Yes ____ No
Type of Auditor's Report Issued on Compliance for Major Programs:	Unqualified
Internal Control Over Major Programs:	
1. Material weakness(es) identified?	____ Yes X No
2. Reportable conditions identified that are not considered to be material weaknesses?	____ Yes X No
Any Audit Findings Disclosed That are Required to be Reported in Accordance with NJ OMB Circular Letter 04-04?	____ Yes X No

Identification of Major Programs:

GMIS Numbers	Amount	Name of State Program
10-495-034-5120-078	$ 333,855	Equalization Aid
10-495-034-5120-085	1,064,531	Adjustment Aid
10-495-034-5120-089	302,083	Special Education Aid

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

SECTION II-FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs for the year ended June 30, 2010.

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

There were no findings or questioned costs for the year ended June 30, 2010.

WHITE TOWNSHIP SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

There were no prior year findings or questioned costs.