Comprehensive Annual Financial Report

of the

Borough of Woodbine Board of Education

Borough of Woodbine, New Jersey

For the Fiscal Year Ended June 30, 2010

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Introductory Section

WOODBINE BOARD OF EDUCATION

801 Webster Street
Woodbine, New Jersey 08270

January 18, 2011

Honorable President and
Members of the Board of Education
Borough of Woodbine School District
County of Cape May

Dear Board Members:

The Comprehensive Annual Financial Report of the Borough of Woodbine School District for the fiscal year ending June 30, 2010, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the 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 the principal officials. The financial section includes the basic financial statements and schedules, management's discussion an analysis, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* and the New Jersey OMB Circular Letter 04-04, *Single Audit Policy 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 report.

1. **REPORTING ENTITY AND ITS SERVICES:** The Borough of Woodbine School District is an independent reporting entity within the criteria set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards. All funds of the District are included in this report. The Borough of Woodbine 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 PK through 8. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2009-2010 fiscal year with an enrollment of 216 students, which is 3 students above the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

Year	Enrollment		Change from Prior Year
2009-10	216	*	1.41%
2008-09	213	*	14.52%
2007-08	186	*	-11.85%
2006-07	211	*	-0.94%
2005-06	213		-9.36%
2004-05	235		-2.49%
2003-04	241		-9.06%
2002-03	265		7.72%
2001-02	246		-5.02%
2000-01	259		-6.91%

*Actual District Enrollment as of June 30.

2. **ECNOMIC CONDITION AND OUTLOOK:** The Borough of Woodbine continued to experience slow economic development during the past year. The district's status as a district in severe need is primarily due to a higher than average number of low-income families, a higher than average transient student population and a lower than average increase in ratables.

However, the economic outlook for the Borough of Woodbine is promising. The Borough has initiated several public works projects and clean energy grant projects designed to enhance the safety of the Borough's citizens and lessen the burden on the taxpayer.

3. **MAJOR INITIATIVES:** The education of our children remains the top priority for the District. During the past year, the district successfully passed a $3,682,000 bond referendum which provided funding for electrical upgrades, a new roof and solar panels. The district also received approval on a $527,813 Regular Operating District Grant (ROD) which provided 58% of the funding required to replace the boiler and classroom lighting. Funds from the Borough's Small Cities Grant and a Clean Energy Grant provided the remaining 42%.

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

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

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

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

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

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

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

7. **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management and improve its financial position.

8. **DEBT ADMINISTRATION:** At June 30, 2010, the District had no outstanding debt issues.

9. **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

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

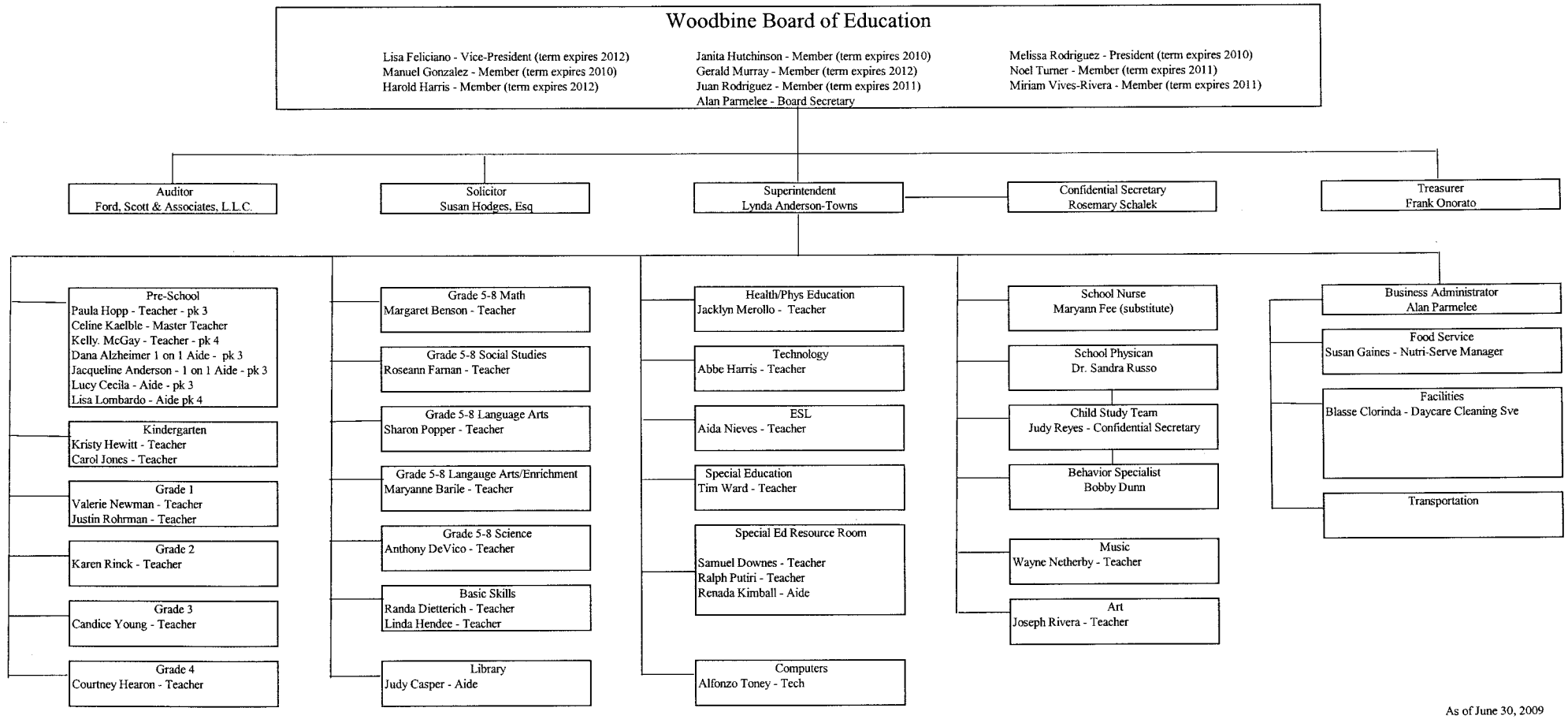
11. **OTHER INFORMATION:** Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Accounting firm of Ford, Scott & Associates was selected by the Board's Finance Committee. In addition to meeting the requirements set forth in the state statutes, the audit is designed to meet the requirements of the Single Audit Act of 1996 and the related OMB Circular A-133 and New Jersey OMB Circular Letter 04-04. The auditor's report on the basic financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

12. **ACKNOWLEDGEMENTS:** We would like to express our appreciation to the members of the Borough of Woodbine 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 the efficient and dedicated service of our staff.

Respectfully submitted:

Lynda Anderson-Towns
Superintendent

Alan B. Parmelee
Board Secretary/
Business Administrator



As of June 30, 2009

BOROUGH OF WOODBINE BOARD OF EDUCATION
COUNTY OF CAPE MAY, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2010

Members of the Board of Education	Term Expires
Melissa Rodriguez, President	2013
Lisa Feliciano-Toney, Vice President	2012
Noel Turner	2011
Donald Jenkins	2012
Manuel Gonzalez	2013
Harold Harris	2012
Janita Hutchinson	2013
Juan Rodriguez	2011
Miriam Vives-Rivera	2011

Other Officials

Lynda Anderson-Townes, Superintendent /Principal

Alan B. Parmelee, School Business Administrator

Frank Onorato, Treasurer

Susan S. Hodges, Esq. Solicitor

BOROUGH OF WOODBINE BOARD OF EDUCATION
CONSULTANTS AND ADVISORS

AUDIT FIRM

Ford, Scott & Associates, L.L.C.
Certified Public Accountants
1535 Haven Avenue
P.O. Box 538
Ocean City, NJ 08226-0538

ATTORNEY

Archer & Greiner
Susan S. Hodges, Attorney at Law
One Centennial Square
Haddonfield, NJ 08033-0968

OFFICIAL DEPOSITORY

Sturdy Savings Bank
506 S. Main Street, PO Box 900
Cape May Courthouse, NJ 08210

Financial Section

FORD-SCOTT
& ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS
1535 HAVEN AVENUE • PO BOX 538 • OCEAN CITY, NJ • 08226-0538
PHONE 609.399.6333 • FAX 609.399.3710

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Borough of Woodbine School District
County of Cape May, New Jersey

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 18, 2011 on our consideration of the Borough of Woodbine 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 our audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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

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

The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and 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.

Ford, Scott & Associates, L.L.C.

FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Glen J. Ortman
Certified Public Accountant
Licensed Public School Accountant
No. 853

January 18, 2011

Required Supplementary Information – Part I

The discussion and analysis of Borough of Woodbine 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 basic financial statements and notes 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 $6,239.88, which represents an increase of less than 1% from 2009.
- General revenues accounted for $4,585,061.90 of total revenue or 80 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for $1,120,799.07 or 20 percent of total revenues of $5,705,860.97.
- Total assets of governmental activities increased by $822,120.33 as cash and cash equivalents increased by $216,011.02, receivables increased by $442,926.56, and capital assets increased by $163,183.75.
- The School District had $5,699,621.09 in expenses; only $1,120,799.07 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of $4,585,061.90 were adequate to provide for these programs.
- Among governmental funds, the General Fund had $4,584,523.81 in revenues and $4,646,759.18 in expenditures. The General Fund's fund balance decreased $61,803.22 from 2009.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Borough of Woodbine 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 Borough of Woodbine School District, the General Fund is by far the most significant fund.

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 ask 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 businesses. This basis of accounting takes into consideration 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 have 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 Latchkey and Food Service enterprise funds are reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

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 services it provides. Governmental fund information helps the reader 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.

Reporting the School District's Most Significant Funds (Continued)

Enterprise Fund

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

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the financial statements can be found on pages 29 to 46 of this report.

The School District as a Whole

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

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

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

Table 1
Net Assets

	2010	2009
Assets		
Current and Other Assets	$ 841,139.08	$ 175,452.85
Capital Assets	3,728,973.10	3,562,401.00
Total Assets	4,570,112.18	3,737,853.85
Liabilities		
Long-Term Liabilities	200,452.28	197,738.12
Other Liabilities	1,099,745.17	293,001.13
Total Liabilities	1,300,197.45	490,739.25
Net Assets		
Invested in Capital Assets, Net of Debt	3,719,347.48	3,547,780.02
Restricted	66,334.56	105,979.73
Unrestricted	(528,878.56)	(403,196.15)
Total Net Assets	$ 3,256,803.48	$ 3,250,563.60

The District's combined net assets were $3,256,803.48 on June 30, 2010. This was an increase of less than 1 percent from the prior year.

The School District as a Whole (Continued)

Table 2 shows changes in net assets for fiscal year 2010 and 2009.

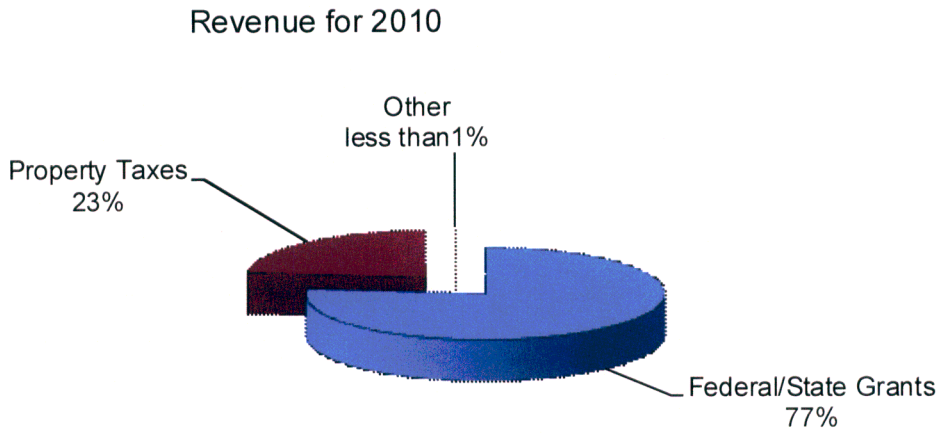
Table 2
Changes in Net Assets

	2010	2009
Revenues		
Program Revenues:		
Charges for Services	$ 54,538.82	$ 48,403.04
Operating Grants and Contributions	1,066,260.25	889,777.03
General Revenues:		
Property Taxes	1,279,075.00	1,224,753.00
Grants and Entitlements	3,302,322.63	3,122,039.45
Other	3,664.27	30,902.51
Total Revenues	5,705,860.97	5,315,875.03
Program Expenses		
Instruction	2,179,773.82	2,064,455.47
Support Services:		
Tuition	1,434,282.79	1,326,866.72
Related Services - Pupils and Instructional Staff	892,445.19	872,453.84
General Administration, School Administration	327,652.43	362,484.36
Maintenance of Facilities	292,940.57	301,633.42
Pupil Transportation	363,671.17	324,007.74
Special Schools and Charter Schools		8,811.89
Food Service / Latchkey	208,855.12	191,093.99
Total Expenses	5,699,621.09	5,451,807.43
Increase in Net Assets	$ 6,239.88	$ (135,932.40)

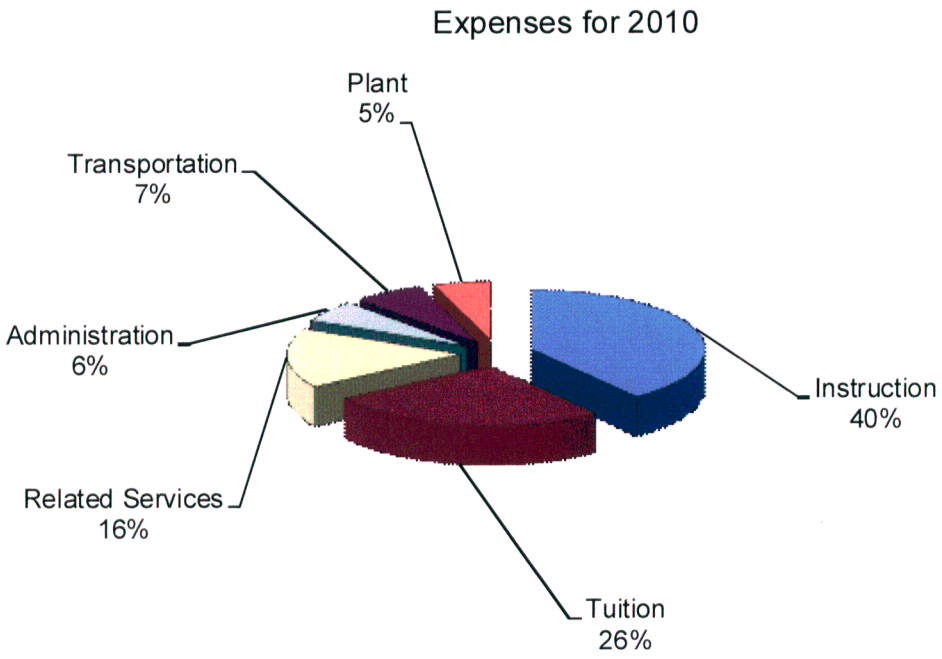
Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 23 percent of revenues for governmental activities for the Borough of Woodbine School District for fiscal year 2010 and 23 percent for fiscal year 2009. Property tax revenues increased by $54,322.00; an increase of 4 percent from 2009. The District's total revenues were $5,522,655.55 for the year ended June 30, 2010. Federal, state, and local grants accounted for 77 percent of revenue.

Governmental Activities (Continued)



The total cost of all program and services was $5,490,765.97. Instruction comprises 40 percent of District expenses.



Business-Type Activities

Revenues for the District's business-type activities (food service program and the Latchkey after-school care program) were comprised of charges for services and federal and state reimbursements.

- Food service expenses exceeded revenues by $24,948.35 and Latchkey expenses exceeded revenues by $807.29.
- Charges for food services represent $48,829.79 of revenue. This represents amounts paid by patrons for daily food service. Charges for Latchkey represent $5,709.03 of revenue. This represents amounts paid by patrons for daycare services.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was $122,690.75.

Governmental Activities

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. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3

	Total Cost of Services 2010	Net Cost of Services 2010	Total Cost of Services 2009	Net Cost of Services 2009
Instruction	$ 2,179,773.82	$ 1,242,074.23	$ 2,064,455.47	$ 1,292,191.90
Support Services:				
Tuition	1,434,282.79	1,434,282.79	1,326,866.72	1,326,866.72
Pupils and Instructional Staff	892,445.19	892,445.19	872,453.84	872,453.84
General Administration, School	72,425.02	72,425.02		
Administration, Business	255,227.41	255,227.41	362,484.36	362,484.36
Operations and Maintenance of Facilities	292,940.57	292,940.57	301,633.42	301,633.42
Pupil Transportation	363,671.17	363,671.17	324,007.74	324,007.74
Other			8,811.89	8,811.89
Total Expenses	$ 5,490,765.97	$ 4,553,066.38	$ 5,260,713.44	$ 4,488,449.87

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

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

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

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

Governmental Activities (Continued)

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.

"Other" includes special schools and unallocated depreciation.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to $5,522,655.55 and expenditures were $5,805,647.21. The net decrease in fund balance for the year was $282,991.66.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2010, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2009	Percent of Increase (Decrease)
Local Sources	$ 1,298,536	23.5%	$ 32,587	2.6%
State Sources	3,210,019	58.1%	(236,069)	-6.9%
Federal Sources	1,014,100	18.4%	576,430	131.7%
Total	$ 5,522,656	100.0%	$ 372,947	7.2%

State revenues decreased by $236,069.12. This decrease in state revenue was predominately due to changes in state aid allocations. Federal Revenues increased by $576,429.64 and was due to the receipt of ARRA Funds.

The School District's Funds (Continued)

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

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2009	Percent of Increase (Decrease)
Current expense:				
Instruction	$ 1,837,446	32%	$ 256,121	16.2%
Undistributed expenditures	3,732,908	64%	136,133	3.8%
Capital Outlay	235,293	4%	203,563	641.5%
Total	$ 5,805,647	100%	$ 595,817	11.4%

Changes in expenditures were the results of varying factors. Capital outlay increased $203,562.59 due to commencement of projects including installation of solar panels and upgrade of the boiler and various other upgrades of the building.

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.

Capital Assets

At the end of the fiscal year 2010, the School District had $3,728,973.10 invested in land, building and machinery and equipment. Table 4 shows fiscal year 2010 balances compared to 2009.

Table 4
Capital Assets (Net of Depreciation) at June 30

	2010	2009
Land and Land Improvements	$ 1.00	$ -
Construction in Progress	191,062.44	
Building and Building Improvements	3,470,327.06	3,529,882.00
Machinery and Equipment	67,582.60	32,519.00
Total	$ 3,728,973.10	$ 3,562,401.00

Overall capital assets increased $166,572.10 from fiscal year 2009 to fiscal year 2010. The increase in capital assets is due in part to a fixed assets inventory that the district had completed in 2010 and to the new capital projects that were started in fiscal year 2010. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2010, the School District had $200,452.28 of outstanding debt. Of this amount, $195,096.57 is for compensated absences and $5,355.71 is for capital leases payable.

At June 30, 2010, the School District's remaining legal debt margin available was $1,521,980.00. For more detailed information, please refer to the Notes to the Financial Statements.

For the Future

The Borough of Woodbine School District is in good financial condition presently. The School District is proud of its community support of the public schools.

The District continues to provide quality education programs while continuing to stabilize the tax rate in Borough of Woodbine. In conclusion, the Borough of Woodbine 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.

Contacting the School District's 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 Alan Parmelee, Business Administrator at Borough of Woodbine School District, 801 Webster Street, Borough of Woodbine, New Jersey 08270.

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.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Net Assets
June 30, 2010

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 300,053.37	$ 23,641.11	$ 323,694.48
Receivables, Net	495,809.15	17,968.00	513,777.15
Internal Balances	54,784.56	(54,780.17)	4.39
Inventory		3,663.06	3,663.06
Restricted Assets:			
Capital Assets, Net (Note 6)	3,711,459.75	17,513.35	3,728,973.10
Total Assets	4,562,106.83	8,005.35	4,570,112.18
LIABILITIES			
Accounts Payable	329,364.14	49,149.66	378,513.80
Deferred Revenue	230,072.71		230,072.71
Notes Payable	500,000.00		500,000.00
Noncurrent Liabilities (Note 7)			
Due Within One Year		4,269.91	4,269.91
Due Beyond One Year	195,096.57	5,355.71	200,452.28
Total Liabilities	1,254,533.42	58,775.28	1,313,308.70
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	3,711,459.75	7,887.73	3,719,347.48
Restricted for:			
Debt Service	-		-
Capital Projects (Deficit)	(61,642.44)		(61,642.44)
Other Purposes	127,977.00		127,977.00
Unrestricted (Deficit)	(470,220.90)	(58,657.66)	(528,878.56)
Total Net Assets	$ 3,307,573.41	$ (50,769.93)	$ 3,256,803.48

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2010

Function/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Program Revenue: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-Type Activities	Net (Expense) Revenue and Changes in Net Assets: Total
Governmental Activities:							
Instruction:							
Regular	$ 1,139,227.63	$ -	$ -	$ -	$ (1,139,227.63)	$ -	$ (1,139,227.63)
Special Education	900,194.15		937,699.59		37,505.44		37,505.44
Other Special Instruction	140,352.04				(140,352.04)		(140,352.04)
Support Services:							
Tuition	1,434,282.79				(1,434,282.79)		(1,434,282.79)
Student & Instruction Related Services	892,445.19				(892,445.19)		(892,445.19)
School Administrative Services	72,425.02				(72,425.02)		(72,425.02)
General Administrative Services	147,810.23				(147,810.23)		(147,810.23)
Central Services	107,417.18				(107,417.18)		(107,417.18)
Plant Operation and Maintenance	292,940.57				(292,940.57)		(292,940.57)
Pupil Transportation	363,671.17				(363,671.17)		(363,671.17)
Total Governmental Activities	5,490,765.97	-	937,699.59	-	(4,553,066.38)	-	(4,553,066.38)
Business-Type Activities:							
Latchkey	6,516.32	5,709.03				(807.29)	(807.29)
Food Service	202,338.80	48,829.79	128,560.66			(24,948.35)	(24,948.35)
Total Business-Type Activities	208,855.12	54,538.82	128,560.66	-	-	(25,755.64)	(25,755.64)
Total Primary Government	$ 5,699,621.09	$ 54,538.82	$ 1,066,260.25	$ -	$ (4,553,066.38)	$ (25,755.64)	$ (4,578,822.02)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net					$ 1,279,075.00	$ -	$ 1,279,075.00
Federal and State Aid not Restricted					3,302,322.63		3,302,322.63
Miscellaneous Income					3,558.33	105.94	3,664.27
Transfers					-	-	-
Total General Revenues, Special Items, Extraordinary Items and Transfers					4,584,955.96	105.94	4,585,061.90
Change in Net Assets					31,889.58	(25,649.70)	6,239.88
Net Assets - Beginning					3,275,683.83	(25,120.23)	3,250,563.60
Net Assets - Ending					$ 3,307,573.41	$ (50,769.93)	$ 3,256,803.48

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

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.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2010

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ -	$ -	$ 337,124.39	$ -	$ 337,124.39
Due from Other Funds	110,993.64				110,993.64
Receivables from Other Governments	11,655.23	325,472.36	158,681.56		495,809.15
Total Assets	$ 122,648.87	$ 325,472.36	$ 495,805.95	$ -	$ 943,927.18
LIABILITIES AND FUND BALANCES					
Liabilities:					
Deficit in Cash	$ 37,071.02	$ -	$ -	$ -	$ 37,071.02
Accounts Payable	201,471.18	85,784.60	27,130.08		314,385.86
Due to Other Funds		25,890.77	30,318.31		56,209.08
Due to Other Governments		14,978.28			14,978.28
Notes Payable			500,000.00		500,000.00
Deferred Revenue		230,072.71			230,072.71
Total Liabilities	238,542.20	356,726.36	557,448.39	-	1,152,716.95
Fund Balances:					
Reserved for:					
Encumbrances	1,530.00				1,530.00
Designated for Subsequent Year's Expenditures	157,701.00				157,701.00
Unreserved, Reported in:					
General Fund (Deficit)	(275,124.33)				(275,124.33)
Special Revenue Fund (Deficit)		(31,254.00)			(31,254.00)
Capital Project Fund			(61,642.44)		(61,642.44)
Debt Service Fund				-	-
Total Fund Balances	(115,893.33)	(31,254.00)	(61,642.44)	-	(208,789.77)
Total Liabilities and Fund Balances	$ 122,648.87	$ 325,472.36	$ 495,805.95	$ -	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $5,852,685.17 and the accumulated depreciation is $2,141,225.42.	3,711,459.75
Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(195,096.57)
Net assets of governmental activities	$ 3,307,573.41

BOROUGH OF WOODBINE SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2010

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	$ 1,279,075.00	$ -	$ -	$ -	$ 1,279,075.00
Miscellaneous	3,126.18		432.15		3,558.33
Total Local Sources	1,282,201.18	-	432.15	-	1,282,633.33
State Sources	2,891,448.03	318,571.30		-	3,210,019.33
Federal Sources	410,874.60	603,225.49			1,014,100.09
Local Sources:		15,902.80			15,902.80
Total Revenues	4,584,523.81	937,699.59	432.15	-	5,522,655.55
EXPENDITURES					
Current:					
Regular Instruction	1,030,133.01				1,030,133.01
Special Education Instruction	197,966.13	504,972.69			702,938.82
Other Special Instruction	104,373.89				104,373.89
Support Services:					
Tuition	1,434,282.79				1,434,282.79
Student & Instruction Related Serv.	254,806.23	432,852.90			687,659.13
School Administrative Services	53,985.79				53,985.79
General Administrative Services	125,451.79				125,451.79
Central Services	77,275.06				77,275.06
Plant Operation and Maintenance	292,021.82				292,021.82
Pupil Transportation	361,823.53				361,823.53
Employee Benefits	700,408.48				700,408.48
Capital Outlay	14,230.66		221,062.44		235,293.10
Total Expenditures	4,646,759.18	937,825.59	221,062.44	-	5,805,647.21
Excess (Deficiency) of Revenues Over Expenditures	(62,235.37)	(126.00)	(220,630.29)	-	(282,991.66)
OTHER FINANCING SOURCES (USES)					
Transfer in	432.15				432.15
Transfer out	-		(432.15)		(432.15)
Total Other Financing Sources and Uses	432.15	-	(432.15)	-	-
Net Changes in Fund Balance	(61,803.22)	(126.00)	(221,062.44)	-	(282,991.66)
Fund Balance (Deficit) - July 1	(54,090.11)	(31,128.00)	159,420.00	-	74,201.89
Fund Balance (Deficit) - June 30	$ (115,893.33)	$ (31,254.00)	$ (61,642.44)	$ -	$ (208,789.77)

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

BOROUGH OF WOODBINE SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2010

Total Net Change in Fund Balance - Governmental Funds (from B-2)		$ (282,991.66)
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, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.		
Depreciation expense	$ (118,168.31)	
Capital Outlay, Net of Deletions	440,033.62	321,865.31
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) 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.		(6,984.07)
Change in Net Assets of Governmental Activities		$ 31,889.58

BOROUGH OF WOODBINE SCHOOL DISTRICT
Proprietary Funds
Statement of Net Assets
June 30, 2010

	Business-Type Activities - Enterprise Fund		
	Food Service	Latchkey Program	Total Enterprise
ASSETS			
Current Assets:			
Cash and Cash Equivalents	$ 16,783.20	$ 6,857.91	$ 23,641.11
Intergovernmental Accounts Receivable	11,196.78		11,196.78
Accounts Receivable	6,771.22		6,771.22
Inventory	3,663.06		3,663.06
Total Current Assets	38,414.26	6,857.91	45,272.17
Noncurrent Assets:			
Furniture, Machinery & Equipment	92,889.33		92,889.33
Less: Accumulated Depreciation	(75,375.98)		(75,375.98)
Total Noncurrent Assets	17,513.35	-	17,513.35
Total Assets	$ 55,927.61	$ 6,857.91	$ 62,785.52
LIABILITIES			
Current Liabilities:			
Accounts Payable	$ 49,149.66	$ -	$ 49,149.66
Interfund Payable	43,888.85	10,891.32	54,780.17
Total Current Liabilities	93,038.51	10,891.32	103,929.83
Noncurrent Liabilities:			
Capital Leases Payable	9,625.62	-	9,625.62
Total Noncurrent Liabilities	9,625.62	-	9,625.62
NET ASSETS			
Invested in Capital Assets Net of Related Debt	7,887.73	-	7,887.73
Unrestricted (Deficit)	(54,624.25)	(4,033.41)	(58,657.66)
Total Net Assets (Deficit)	$ (46,736.52)	$ (4,033.41)	$ (50,769.93)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended June 30, 2010

	Business-Type Activities - Enterprise Fund		
	Food Service	Latchkey Program	Total Enterprise
Operating Revenues:			
Charges for Services:			
Daily Sales	$ 48,829.79	$ -	$ 48,829.79
Program Fees		5,709.03	5,709.03
Total Operating Revenue	48,829.79	5,709.03	54,538.82
Operating Expenses:			
Cost of Sales	100,141.05		100,141.05
Salaries	57,325.04	5,707.50	63,032.54
Employee Benefits	25,902.59		25,902.59
Management Fee	10,470.86		10,470.86
Insurance	2,208.27		2,208.27
General Supplies	3,809.43		3,809.43
Miscellaneous		808.82	808.82
Depreciation	2,481.56		2,481.56
Total Operating Expenses	202,338.80	6,516.32	208,855.12
Operating Income (Loss)	(153,509.01)	(807.29)	(154,316.30)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	2,987.94		2,987.94
State Breakfast Program	1,510.20		1,510.20
Federal Sources:			
National School Lunch Program	74,540.67		74,540.67
Federal Breakfast Program	23,350.26		23,350.26
Snack Program	4,178.04		4,178.04
Food Distribution Program	16,123.64		16,123.64
Interest and Investment Income	79.81	26.13	105.94
Fixed Assets Adjustment	5,869.91		
Total Nonoperating Revenues (Expenses)	128,640.47	26.13	122,796.69
Income (Loss) before Contributions & Transfers	(24,868.54)	(781.16)	(31,519.61)
Contributions & Transfers			
Transfer from General Fund			-
Changes in Net Assets	(24,868.54)	(781.16)	(25,649.70)
Total Net Assets (Deficit) - Beginning	(21,867.98)	(3,252.25)	(25,120.23)
Total Net Assets (Deficit) - Ending	$ (46,736.52)	$ (4,033.41)	$ (50,769.93)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2010

	Business-Type Activities - Enterprise Fund		
	Food Service	Latchkey Program	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	$ 54,116.24	$ 5,709.03	$ 59,825.27
Payments for Operations	(147,168.33)	(6,516.32)	(153,684.65)
Net Cash Provided by (Used for) Operating Activities	(93,052.09)	(807.29)	(93,859.38)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	4,323.98		4,323.98
Federal Sources	98,064.78		98,064.78
Operating Subsidies and Transfers from Other Funds	8,021.85	961.32	8,983.17
Net Cash Provided by (Used for) Noncapital Financing Activities	110,410.61	961.32	111,371.93
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Lease Payments	(4,995.36)		(4,995.36)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(4,995.36)	-	(4,995.36)
CASH FLOW FROM INVESTING ACTIVITIES			
Interest and Investment Income	79.81	26.13	105.94
Net Cash Provided by (Used for) Investing Activities	79.81	26.13	105.94
Net Increase (Decrease) in Cash and Cash Equivalents	12,442.97	180.16	12,623.13
Balance - Beginning of Year	4,340.23	6,677.75	11,017.98
Balance - End of Year	$ 16,783.20	$ 6,857.91	$ 23,641.11
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	$ (153,509.01)	$ (807.29)	$ (154,316.30)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation and Net Amortization	2,481.56		2,481.56
Food Distribution Program	16,123.64		16,123.64
(Increase) Decrease in Inventories	(768.79)		(768.79)
(Increase) Decrease in Accounts Receivable	5,286.45		5,286.45
Increase (Decrease) in Accounts Payable	37,334.06		37,334.06
Total Adjustments	60,456.92	-	60,456.92
Net Cash Provided by (Used for) Operating Activities	$ (93,052.09)	$ (807.29)	$ (93,859.38)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Fiduciary Funds
Statement of Net Assets
June 30, 2010

	Private Purpose Trust	Agency Fund
ASSETS		
Cash and Cash Equivalents	$ 1,603.79	$ 8,172.06
Total Assets	$ 1,603.79	$ 8,172.06
LIABILITIES		
Payable to Student Groups	$	$ 2,626.42
Payroll Deductions and Withholdings		5,541.25
Interfund		4.39
Total Liabilities	-	$ 8,172.06
NET ASSETS		
Held in Trust for Other Purposes	$ 1,603.79	

BOROUGH OF WOODBINE SCHOOL DISTRICT
Fiduciary Funds
Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2010

		Private Purpose Trust
ADDITIONS		
Contributions:		
Donations	$	500.00
Total Contributions		500.00
Investment Earnings:		
Interest		4.42
Less: Investment Expense		
Net Investment Earnings		4.42
Total Additions		504.42
DEDUCTIONS		
None		
Total Deductions		-
Changes in Net Assets		504.42
Net Assets - Beginning of the Year		1,099.37
Net Assets - End of the Year	$	1,603.79

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. The Borough of Woodbine School District is a Type II district located in the County of Cape May, State of New Jersey. As a Type II School 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-8.

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

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

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

B. Basis of Presentation, Measurement Focus and Basis of Accounting

Basis of Presentation

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

District-Wide Financial Statements: The statement of net assets and the statement of activities display information about the district as a whole. These statements report the financial activities of the overall District, except for fiduciary activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by property taxes, intergovernmental revenues, and other non-exchange transactions from business-type activities, generally financed in whole or in part with fees charged to external parties.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Basis of Presentation, Measurement Focus and Basis of Accounting - Continued

The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges and fees paid by the recipients of goods or services offered by the programs; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing, or draws from the general revenues of the School District.

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

Governmental Funds

The District reports the following governmental funds:

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. 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 Special Revenue Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Basis of Presentation, Measurement Focus and Basis of Accounting - Continued

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

Proprietary Funds

The District reports the following proprietary fund:

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business operations – where the intent of the District is that the costs of providing goods or services be financed or recovered primarily through user charges.

The District's Enterprise Funds are comprised of the Food Service Fund, which accounts for all revenues and expenses pertaining to the District's cafeteria operations and the Latchkey Fund, which accounts for all revenues and expenses pertaining to the District's after-school care operations.

Fiduciary Funds

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

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

Nonexpendable Trust Fund - A Nonexpendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. Currently, the District does not maintain this type of fund.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Basis of Presentation, Measurement Focus and Basis of Accounting - Continued

Measurement Focus and Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

The District-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and the 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 in 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. Net assets (total assets less total liabilities) are used as a practical measure of economic resources and the operating statement includes all transactions and events that increased or decreased net assets. Depreciation is charged as expense against current operations and accumulated depreciation is reported on the statement of net assets.

The 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 is they are collected within 60 days of the end of the fiscal year. Revenue from federal, state and other grants designated for payment of specific school district expenditures is recognized when the related expenditures are incurred; accordingly, when such funds are received, they are recorded as deferred revenues until earned. 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 and claims and judgments are recorded only when payment is due.

The District applies only those applicable pronouncements of the Financial Accounting Standards Board issued on or before November 30, 1989 in accounting and reporting for its proprietary operations.

C. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for special revenue funds. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g). All budget amendments/transfers must be approved by School Board resolution. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. Budgets/Budgetary Control - Continued

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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

D. Encumbrance Accounting

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.

E. Assets, Liabilities and Equity

Cash, Cash Equivalents and Investments

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

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Cash, Cash Equivalents and Investments - Continued

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

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

Interfund Transactions

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the Enterprise Fund. Repayments from funds responsible for particular expenditure/expenses to the funds that initially paid for them are not presented on the financial statements.

Inventories

Inventories, other than those recorded in the Enterprise Fund, are recorded as expenditures during the year of purchase. Inventories in the Enterprise Fund are recorded at cost, computed on a first-in, first out method. In the fund based financial statements, commodities received from the U.S. Department of Agriculture are recorded as deferred revenue until consumed.

Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated assets are recorded as capital assets at their estimated fair market 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. The capitalization threshold used by school districts in the State of New Jersey is $2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method over their estimated useful lives. Useful lives vary from 20 to 45 years for land improvements and buildings, and 5 to 20 years for equipment.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Compensated Absences

The District accounts for compensated absences (e.g., unused sick, vacation leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

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

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates it's accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received in the Special Revenue Fund before they have been earned are recorded as deferred revenue.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use, either through the enabling legislation adopted by the School District, or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Balance Reserves

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

Revenues – Exchange and Nonexchange Transactions

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlement, and donations is recognized in the period in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes as an advance, interest and tuition.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the Enterprise Funds. For the School District, these revenues are sales for food service and Latchkey service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Equity - Continued

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the direct expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items

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

Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS

Custodial Credit Risk Related to Deposits

Custodial credit risk is the risk that, in the event of bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. Of the School District's bank balance of $555,636.24 as of June 30, 2010, $24,297.93 was uninsured and uncollateralized.

Investments

The District did not have any investments at June 30, 2010.

NOTE 3 – RECEIVABLES

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

	Governmental Fund Financial Statements	Government Wide Financial Statements
State and Federal Aid	$ 494,767.80	$ 505,964.58
Other	112,034.99	7,816.96
Gross Receivables	606,802.79	513,781.54
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net	$ 606,802.79	$ 513,781.54

NOTE 4 – INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund or General Fund; (2) repay expenses paid by another fund; (3) make a Board contribution to the Unemployment Compensation Trust Fund; and (4) transfer federal and state food subsidies received in the General Fund to the Food Service Fund.

The following interfund balances remained on the fund financial statements at June 30, 2010:

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 110,993.64	$
Special Revenue Fund		25,890.77
Capital Fund		30,318.31
Food Service Fund		43,888.85
Latchkey Fund		10,891.32
Trust and Agency		4.39
Total	$ 110,993.64	$ 110,993.64

The General Fund receivable is comprised of five interfunds. The first is due from the Special Revenue Fund in the amount of $25,890.77 which is a result of the General Fund's loan to cover the Special Revenue Fund's cash deficit. The second interfund represents payments totaling $30,318.31 on behalf of the Capital Fund for costs related to capital projects that were paid by the General Fund. The third interfund relates to $43,888.85 owed to the General Fund by the Food Service Enterprise Fund for payment of invoices related to the food service company and lease payments made by the General Fund that have not yet been repaid by the food service fund. The fourth interfund is owed to the General Fund in the amount of $10,891.32 from the Latchkey Enterprise Fund for charges in that fund. The fifth interfund of $4.39 is due from the payroll trust account for interest that had accrued but has not been paid over.

NOTE 5 – INVENTORY

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

Food	$ 2,603.06
Supplies	1,060.00
	$ 3,663.06

NOTE 6 – CAPITAL ASSETS

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

	Beginning Balance	Additions	Adjustments	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ -	$ -	$ 1.00	$ 1.00
Construction in Progress	-	191,062.44	-	191,062.44
Total capital assets not being depreciated	-	191,062.44	1.00	191,063.44
Capital assets being depreciated:				
Buildings and improvements	$ 4,347,731.50	$ -	$ 1,092,052.84	$ 5,439,784.34
Equipment	405,973.00	-	(184,135.61)	221,837.39
Total capital assets being depreciated at historical cost	4,753,704.50	-	907,917.23	5,661,621.73
Less accumulated depreciation for:				
Buildings and improvements	(817,850.50)	(108,795.69)	(1,042,811.09)	(1,969,457.28)
Equipment	(387,578.00)	(9,372.62)	225,182.48	(171,768.14)
Total capital assets being depreciated, net of accumulated depreciation	3,548,276.00	(118,168.31)	90,288.62	3,520,396.31
Governmental activity capital assets, net	$ 3,548,276.00	$ 72,894.13	$ 90,289.62	$ 3,711,459.75
Business-type activities:				
Capital assets being depreciated:				
Equipment	$ 84,914.00	$ -	$ 7,975.33	$ 92,889.33
Less accumulated depreciation	(70,789.00)	(2,481.56)	(2,105.42)	(75,375.98)
Enterprise Fund capital assets, net	$ 14,125.00	$ (2,481.56)	$ 5,869.91	$ 17,513.35

NOTE 6 – CAPITAL ASSETS - Continued

Depreciation is charged to governmental functions as follows:

Regular Instruction	$	40,140.57
Special Education		26,484.31
Other Special Instruction		4,012.47
Student & Instructional Related Services		26,435.84
General Administrative Services		4,822.77
School Administrative Services		2,075.39
Business and Other Support Services		14,196.96
	$	118,168.31

NOTE 7 – LONG-TERM OBLIGATIONS

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

	Balance July 1, 2009	Issues or Additions	Payments or Expenditures	Balance June 30, 2010	Within One Year
Compensated Absences	$ 188,112.50	$ 6,984.07	$	$ 195,096.57	$
Capital Leases	14,620.98		4,995.36	9,625.62	4,269.91
	$ 202,733.48	$ 6,984.07	$ 4,995.36	$ 204,722.19	$ 4,269.91

Compensated absences will be liquidated in the General Fund and capital leases will be liquidated in the Food Service Fund.

Bonds Payable

As of June 30, 2010, the Board had no outstanding bond issues.

Capital Leases

As of June 30, 2010, the District had two outstanding capital lease obligations. The district's Food Service Enterprise Fund is leasing a food steamer and a convection oven. Monthly lease payments are made to Susquehanna Commercial Leasing, and include interest at a rate of 6.43% and 6.66% per annum respectively. The following is a schedule of future minimum lease payments under this capital lease and the net minimum lease at June 30, 2010.

Fiscal Year Ending June 30,		Principal
2011	$	5,861.04
2012		4,395.78
Total minimum lease payments		10,256.82
Less amount representing interest		631.20
Present value of lease payments	$	9,625.62

NOTE 8 – OPERATING LEASES

As of June 30, 2010 the district had no operating leases.

NOTE 9 – SHORT-TERM DEBT

The District issued Bond Anticipation Notes in the amount of $500,000.00 that were permanently funded on August 12, 2010 with serial bonds. The balance of the notes outstanding at June 30, 2010 were $500,000.00.

NOTE 10 – PENSION PLANS

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

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

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

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2009 under the provisions of Chapter 92, P.L. 2009 and Chapter 103, P.L. 2009 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2009 and Chapter 103, P.L. 2009, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist. In addition to the employee contributions, the School District's contribution amounts for each pay period are required to be transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period. The School District has no employees enrolled in the Defined Contribution Retirement Program (DCRP) during the fiscal year ended June 30, 2010.

NOTE 10 – PENSION PLANS - Continued

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

Significant Legislation - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) that changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by 1/2 of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets.

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions 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 contributions of 5.5% 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, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF. The School District's contributions to TPAF for the years ending June 30, 2010, 2009 and 2008 were $0, $0, and $1,187,636 respectively, and paid by the State of New Jersey on behalf of the board. The State of New Jersey did not make the required contributions for the last two years. The School District's contributions to PERS for the years ending June 30, 2010, 2009, 2008 were $26,599.00, $25,831.00, and $12,295.00 respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2010, 2009 and 2008, the State of New Jersey contributed $101,740.00, $104,597.00, and $130,293.00, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board $136,243.03, $119,636.45, and $111,444.00 during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, 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 in GASB 27.

NOTE 11 – POST-RETIREMENT BENEFITS

The School District contributes to the New Jersey State Health Benefits Program ("the SHBP"), a cost sharing multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Divisions of Pensions and Benefits. SHBP provides medical, prescription drug, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents. The State Health Benefits Program is found in the New Jersey Statutes Annotated Title 52, Article 17.25 et seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. The Division of Pension and Benefits issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

P.L. 1987, c. 384 and P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2008, c. 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2009, there were 80,181 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994

The State made post-retirement (PRM) contributions of $1.38 billion for FY 2009 and $3.22 million for FY 2008.

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

NOTE 12 – ECONOMIC DEPENDENCY

The District receives support from federal government and from the state governments through local school districts. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

NOTE 13 – COMPENSATED ABSENCES

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

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

NOTE 14 – DEFERRED COMPENSATION

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

Lincoln Investment Planning
Siracusa Benefits Program
Travelers

NOTE 15 – 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 surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

New Jersey Unemployment and Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method".

Worker's Compensation Fund – The Board Currently maintains traditional insurance for its worker's compensation coverage.

NOTE 16 – CONTINGENT LIABILITIES

Federal and State Grants

The District participates in a number of federal and state grant programs. The grant programs are subject to program compliance audits by the grantors or their representatives. The District is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance would result in the disallowance of program expenditures.

NOTE 17 – FUND BALANCE APPROPRIATED

General Fund - Of the ($115,893.33) General Fund balance at June 30, 2010, $1,530.00 is reserved for encumbrances; $157,701.00 has been utilized in the 2010-2011 budget; and ($275,124.33) is unreserved and undesignated.

NOTE 18 – CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. 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 $0.00. The excess fund balance at June 30, 2009 was $0.00.

NOTE 19 – DEFICIT FUND BALANCES

The District has a deficit fund balance of ($115,893.33) in the General Fund and ($31,254.00) in the Special Revenue Fund at June 30, 2010 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the General Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to *N.J.S.A.* 18A:22-44.2 any negative unreserved, undesignated Special Revenue Fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in the GAAP funds statements of ($31,254.00) in the Special Revenue Fund is less than the last two state aid payments. The General Fund has a deficit of ($275,124.33) of which $264,587.00 is due to the last state aid payments. The balance of ($10,537.33) will need to be raised in the 2011/12 budget or made up through operations.

The District has an accumulated deficit of ($34,512.36) in the Capital Projects Fund as of June 30, 2010. This deficit is the result of the Borough of Woodbine School District utilizing temporary financing to fund expenditures for certain capital projects. As the District permanently finances these appropriations the District will realize as revenues the proceeds of the financing. This deficit does not indicate that the District is facing financial difficulties and is a permitted practice under generally accepted accounting principles.

NOTE 20 – DEFICIT IN NET ASSETS – ENTERPRISE FUNDS

The Food Service and Latchkey Enterprise Funds have a cumulative deficit in net assets of ($58,657.66) as of June 30, 2010. This deficit will either be provided for in the 2010-11 budget or made up through operations.

NOTE 21 – SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred from June 30, 2010 through January 18, 2011, the date that the financial statements were issued for possible disclosure and recognition in the financial statements and the following item was noted: the District issued permanent financing for their capital projects in the form of serial bonds. The bonds are in the amount of $3,682,000.00 are dated August 12, 2010 and mature annually beginning September 1, 2011 through 2026. The interest rates vary from 2.000% to 3.625%

Required Supplementary Information – Part II

Budgetary Comparison Schedules

BOROUGH OF WOODBINE SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	$ 1,279,075.00	$ -	$ 1,279,075.00	$ 1,279,075.00	$ -
Miscellaneous	12,517.00		12,517.00	3,126.18	(9,390.82)
Total Local Sources	1,291,592.00	-	1,291,592.00	1,282,201.18	(9,390.82)
State Sources:					
Categorical Special Education Aid	124,992.00		124,992.00	124,992.00	-
Equalization Aid	2,238,587.00	(406,183.00)	1,832,404.00	1,832,404.00	-
Categorical Security Aid	96,007.00		96,007.00	96,007.00	-
Adjustment Aid	429,545.00	(6,862.00)	422,683.00	422,683.00	-
Categorical Transportation Aid	167,922.00		167,922.00	167,922.00	-
Extraordinary Aid	10,000.00		10,000.00		(10,000.00)
Additional Non-Public Transportation Aid			-	3,394.00	3,394.00
TPAF (On-Behalf - Non-Budgeted) Post Retirement Medical Contributions			-	101,740.00	101,740.00
TPAF Social Security (Reimbursed-Non-Budgeted)			-	136,243.03	136,243.03
Total State Sources	3,067,053.00	(413,045.00)	2,654,008.00	2,885,385.03	231,377.03
Federal Sources:					
ARRA - Educational Stabilization Aid		391,045.00	391,045.00	391,045.00	-
ARRA - Governmental Stabilization Aid		15,138.00	15,138.00	15,138.00	-
Medicaid Reimbursement	4,700.00		4,700.00	4,691.60	(8.40)
Total Federal Sources	4,700.00	406,183.00	410,883.00	410,874.60	(8.40)
Total Revenues	4,363,345.00	(6,862.00)	4,356,483.00	4,578,460.81	221,977.81
EXPENDITURES:					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Preschool Salaries of Teachers	-		-	45,643.08	(45,643.08)
Kindergarten- Salaries of Teachers	121,852.00	(47,010.10)	74,841.90	74,841.90	-
Grades 1 - 5 Salaries of Teachers	318,396.00	49,655.64	368,051.64	368,051.64	-
Grades 6 - 8 Salaries of Teachers	433,300.00	16,180.02	449,480.02	446,461.06	3,018.96
Regular Programs - Home Instruction					
Salaries of Teachers	1,000.00	20.00	1,020.00	1,020.00	-
Regular Programs - Undistributed Instruction					
Salaries of Instructional Aides		20,366.01	20,366.01	24,374.19	(4,008.18)
Other Purchased Services (400-500 series)	10,500.00	10,255.00	20,755.00	12,441.87	8,313.13
General Supplies	27,055.00	8,149.28	35,204.28	41,415.29	(6,211.01)
Textbooks	14,000.00	1,883.98	15,883.98	15,883.98	-
TOTAL REGULAR PROGRAMS - INSTRUCTION	926,103.00	59,499.83	985,602.83	1,030,133.01	(44,530.18)
SPECIAL EDUCATION - INSTRUCTION					
Cognitive - Mild					
Other Salaries for Instruction	20,175.00	(20,175.00)	-		-
Total Cognitive - Mild	20,175.00	(20,175.00)	-	-	-
Resource Room/Resource Center					
Salaries of Teachers	193,926.00	4,040.13	197,966.13	197,966.13	-
Total Resource Room/Resource Center	193,926.00	4,040.13	197,966.13	197,966.13	-
TOTAL SPECIAL EDUCATION - INSTRUCTION	214,101.00	(16,134.87)	197,966.13	197,966.13	-
Basic Skills/Remedial - Instruction					
Salaries of Teachers	23,209.00	5,666.89	28,875.89	28,875.89	-
Total Basic Skills/Remedial - Instruction	23,209.00	5,666.89	28,875.89	28,875.89	-
Bilingual Education - Instruction					
Salaries of Teachers	74,404.00	(862.00)	73,542.00	73,542.00	-
Total Bilingual Education - Instruction	74,404.00	(862.00)	73,542.00	73,542.00	-
School-Sponsored Co/Extra-Curr. Activities - Instruction					
Salaries	1,304.00	652.00	1,956.00	1,956.00	-
Total Other Instructional Programs - Instruction	1,304.00	652.00	1,956.00	1,956.00	-
TOTAL INSTRUCTION	1,239,121.00	48,821.85	1,287,942.85	1,332,473.03	(44,530.18)

BOROUGH OF WOODBINE SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs Within the State - Regular	$ 477,465.00	$ 9,751.23	$ 487,216.23	$ 484,216.23	$ 3,000.00
Tuition to Other LEAs Within the State - Special	52,500.00	(16,778.00)	35,722.00	35,722.00	-
Tuition to County Voc. School Dist.-Regular	225,536.00	(750.00)	224,786.00	224,036.00	750.00
Tuition to County Voc. School Dist.-Special	72,000.00	3,500.00	75,500.00	75,500.00	-
Tuition to CSSD & Reg. Day Schools	330,206.00	24,182.53	354,388.53	354,388.53	-
Tuition to Private Schools for the Disabled - Within State	254,774.00	(116,476.87)	138,297.13	136,675.03	1,622.10
Tuition - State Facilities	69,452.00		69,452.00	69,452.00	-
Tuition - Other	56,000.00	(1,707.00)	54,293.00	54,293.00	-
Total Undistributed Expenditures - Instruction	1,537,933.00	(98,278.11)	1,439,654.89	1,434,282.79	5,372.10
Undistributed Expend. - Attend. & Social Worker					
Salaries	81,013.00	233.29	81,246.29	81,246.29	-
Total Undist. Expend. - Attend. & Social Worker	81,013.00	233.29	81,246.29	81,246.29	-
Undistributed Expend. - Health Services					
Salaries	28,834.00	(2,366.86)	26,467.14	26,467.14	-
Purchased Professional and Technical Services	3,120.00		3,120.00	3,120.00	-
Supplies & Materials	1,000.00	150.00	1,150.00	992.34	157.66
Other Objects	110.00	18.72	128.72	128.72	-
Total Undistributed Expend. - Health Services	33,064.00	(2,198.14)	30,865.86	30,708.20	157.66
Undist. Expend. - Speech, OT, PT & Related Services					
Purchased Professional Educational Services	41,500.00	(10,628.72)	30,871.28	22,065.00	8,806.28
Total Undist. Expend. - Speech, OT, PT & Related Services	41,500.00	(10,628.72)	30,871.28	22,065.00	8,806.28
Undist. Expend. - Other Support Serv. Students - Related Services					
Purchased Professional Educational Services	6,000.00	3,600.00	9,600.00	9,600.00	-
Total Undist. Expend. - Other Support Services Student - Related Services	6,000.00	3,600.00	9,600.00	9,600.00	-
Undist. Expend. - Guidance					
Other Purchased Services (400-500 series)	1,000.00	(825.00)	175.00		175.00
Total Undist. Expend. - Other Support Services Students - Extraordinary Services	1,000.00	(825.00)	175.00	-	175.00
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	19,709.00	(4,587.25)	15,121.75	15,121.75	-
Purchased Professional - Educational Services	64,207.00	3,068.75	67,275.75	55,739.25	11,536.50
Supplies		500.00	500.00	222.32	277.68
Total Undist. Expend. - Other Support Services Students - Special	83,916.00	(1,018.50)	82,897.50	71,083.32	11,814.18
Undist. Expend. - Improvement of Inst. Services					
Salaries of Supervisor of Instruction	8,500.00	(4,590.00)	3,910.00	3,910.00	-
					-
Total Undist. Expend. - Improvement of Inst. Serv.	8,500.00	(4,590.00)	3,910.00	3,910.00	-
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	30,055.00	136.62	30,191.62	30,191.62	-
Supplies & Materials	3,000.00	(801.25)	2,198.75	2,198.75	-
Other Objects	511.00	1,477.60	1,988.60	1,988.60	-
Media Services - School Library	33,566.00	812.97	34,378.97	34,378.97	-
Undist. Expend.-Instructional Staff Training Services					
Purchased Professional - Educational Services	4,570.00		4,570.00	842.25	3,727.75
Other Purchased Services (400-500 series)	1,000.00		1,000.00	793.63	206.37
Supplies and Materials	1,500.00		1,500.00		1,500.00
Other Objects	1,000.00		1,000.00	178.57	821.43
Total Undist. Expend. - Instr. Staff Training Serv.	8,070.00	-	8,070.00	1,814.45	6,255.55

BOROUGH OF WOODBINE SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	$ 53,431.00	$ 0.04	$ 53,431.04	$ 47,431.04	$ 6,000.00
Legal Services	15,000.00		15,000.00	14,211.38	788.62
Audit Fees	16,600.00	(2,600.00)	14,000.00	14,000.00	-
Other Purchased Professional Services	4,568.00		4,568.00	4,568.00	-
Purchased Technical Services	500.00	(154.58)	345.42		345.42
Communications/Telephone	21,600.00	385.00	21,985.00	21,778.87	206.13
BOE Other Purchased Services	600.00		600.00	110.97	489.03
Other Purchased Services (400-500)	9,997.00	(385.00)	9,612.00	8,358.96	1,253.04
General Supplies	500.00	512.24	1,012.24	965.15	47.09
BOE In-House Training/Meeting Supplies	300.00		300.00		300.00
Miscellaneous Expenditures	3,900.00	2,742.34	6,642.34	6,642.34	-
BOE Memberships and Dues	8,188.00	(500.00)	7,688.00	7,385.08	302.92
Total Undistributed Expenditures - Support Services - General Administration	135,184.00	0.04	135,184.04	125,451.79	9,732.25
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistance Principals	53,431.00	0.04	53,431.04	53,431.04	-
Other Purchased Services (400-500 series)	500.00		500.00		500.00
Supplies and Materials	500.00		500.00	414.75	85.25
Other Objects	500.00		500.00	140.00	360.00
Total Undistributed Expenditures - Support Services - School Administration	54,931.00	0.04	54,931.04	53,985.79	945.25
Undist. Expend. - Central Services					
Salaries	76,061.00	2.92	76,063.92	52,063.92	24,000.00
Purchased Professional Services	9,500.00		9,500.00	7,808.00	1,692.00
Purchased Technical Services	5,431.00		5,431.00	4,356.71	1,074.29
Misc. Purchased Services (400-500 series)	1,000.00		1,000.00		1,000.00
Supplies and Materials	1,500.00	12.24	1,512.24	1,512.24	-
Interest on Lease Purchase Agreements	808.00	30.00	838.00	838.00	-
Miscellaneous Expenditures	1,376.00	(42.24)	1,333.76	870.00	463.76
Total Undistributed Expenditures - Support Services - Central Services	95,676.00	2.92	95,678.92	67,448.87	28,230.05
Undistributed Expenditures - Admin. Info. Tech.					
Salaries	9,880.00	(53.81)	9,826.19	9,826.19	-
Total Undistrib. Expend.-Admin. Info Technology	9,880.00	(53.81)	9,826.19	9,826.19	-
Undist. Expend. - Required Maint. School Fac.					
Salaries		2,999.89	2,999.89	2,999.89	-
Cleaning, Repair, and Maintenance Services	22,350.00	2,986.87	25,336.87	25,336.87	-
Other Objects	5,850.00	(2,661.87)	3,188.13	2,118.11	1,070.02
Total Undistributed Expenditures - Required Maintenance for School Facilities	28,200.00	3,324.89	31,524.89	30,454.87	1,070.02
Undist. Expend. - Custodial Services					
Cleaning, Repair, and Maintenance Service	123,000.00	(5,000.00)	118,000.00	108,866.04	9,133.96
Insurance	34,707.00		34,707.00	28,667.00	6,040.00
Miscellaneous Purchased Services	1,473.00		1,473.00	225.00	1,248.00
General Supplies	5,000.00	2,175.00	7,175.00	6,829.79	345.21
Energy (Electricity)	85,000.00	1,413.34	86,413.34	86,413.34	-
Other Objects	850.00	(500.00)	350.00	166.00	184.00
Energy (Natural Gas)	5,000.00		5,000.00	3,568.84	1,431.16
Energy (Oil)	30,000.00	(3,457.34)	26,542.66	19,453.44	7,089.22
Total Undistributed Expenditures - Custodial Services	285,030.00	(5,369.00)	279,661.00	254,189.45	25,471.55
Undistributed Expenditures - Care & Upkeep of Grounds					
Maintenance Services		7,500.00	7,500.00	6,989.50	510.50
General Supplies	4,100.00	(2,500.00)	1,600.00	388.00	1,212.00
Total Care and Upkeep of Grounds	4,100.00	5,000.00	9,100.00	7,377.50	1,722.50

BOROUGH OF WOODBINE SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undistributed Expenditures - Security					
General Supplies	$ 5,000.00	$ (5,000.00)	$ -	$ -	$ -
Total Security	5,000.00	(5,000.00)	-	-	-
Total Undistributed Expenditures					
Operations and Maintenance of Plant	322,330.00	(2,044.11)	320,285.89	292,021.82	28,264.07
Undist. Expend. - Student Transportation Serv.					
Sal.- Pup. Trans. (Bet. Home & School) - Reg.	6,070.00	17.92	6,087.92	6,087.92	-
Management Fee - ESC & CTSA Trans. Program	16,062.00	(1,488.20)	14,573.80	14,573.80	-
Contr Serv (Oth. Than Bet Home & Sch) - Vend	950.00	3,185.00	4,135.00	4,020.00	115.00
Contr Serv (Bet. Home & School)- Joint Agrmnts	59,691.00	(34,939.00)	24,752.00	24,752.00	-
Contr. Serv. (Reg. Students) - ESCs & CTSAs	89,884.00	38,379.25	128,263.25	128,433.25	(170.00)
Contr. Serv. (Spl. Ed. Students) - ESCs & CTSAs	163,945.00	18,851.56	182,796.56	182,796.56	-
Contract. Serv. - Aid in Lieu Pymts-Nonpub Sch	3,536.00	(2,376.00)	1,160.00	1,160.00	-
Total Undistributed Expenditures - Student Transportation Services	340,138.00	21,630.53	361,768.53	361,823.53	(55.00)
Unallocated Benefits					
Social Security Contribution	40,500.00	(11,099.00)	29,401.00	27,217.06	2,183.94
Other Retirement Contributions - Regular	15,500.00	11,099.00	26,599.00	26,599.00	-
Unemployment Compensation	5,000.00	2,000.00	7,000.00	6,916.71	83.29
Worker's Compensation	25,780.00	(2,120.00)	23,660.00	23,612.97	47.03
Health Benefits	297,537.00	100,555.54	398,092.54	373,823.71	24,268.83
Tuition Reimbursement	10,000.00		10,000.00	4,136.00	5,864.00
Other Employee Benefits	13,000.00	(12,880.00)	120.00	120.00	-
Total Unallocated Benefits	407,317.00	87,555.54	494,872.54	462,425.45	32,447.09
On-Behalf Contributions					
On-Behalf TPAF Contribution (non-bud)					
Post Retirement Medical Contributions			-	101,740.00	(101,740.00)
Reimbursed TPAF Social Security Cont.(non-bud)			-	136,243.03	(136,243.03)
Total On-Behalf Contributions	-	-	-	237,983.03	(237,983.03)
Total Personal Services - Employee Benefits	407,317.00	87,555.54	494,872.54	700,408.48	(205,535.94)
TOTAL UNDISTRIBUTED EXPENDITURES	3,200,018.00	(5,801.06)	3,194,216.94	3,300,055.49	(105,838.55)
TOTAL GENERAL CURRENT EXPENSE	4,439,139.00	43,020.79	4,482,159.79	4,632,528.52	(150,368.73)
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
Other Purchased Prof. and Tech. Services	15,000.00	3,122.00	18,122.00	14,230.66	3,891.34
Construction Services	4,181.00	(3,122.00)	1,059.00		1,059.00
Lease Purchase Agreements - Principal	5,025.00		5,025.00	-	5,025.00
Total Facilities Acquisition and Construction Services	24,206.00	-	24,206.00	14,230.66	9,975.34
TOTAL CAPITAL OUTLAY	24,206.00	-	24,206.00	14,230.66	9,975.34
TOTAL EXPENDITURES	4,463,345.00	43,020.79	4,506,365.79	4,646,759.18	(140,393.39)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(100,000.00)	(49,882.79)	(149,882.79)	(68,298.37)	81,584.42

BOROUGH OF WOODBINE SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Other Financing Sources:					
Transfer Interest from Capital Reserve	$ -	$ -	$ -	$ 432.15	$ 432.15
Total Other Financing Sources:	-	-	-	432.15	432.15
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(100,000.00)	(49,882.79)	(149,882.79)	(67,866.22)	82,016.57
Fund Balance July 1	216,559.89		216,559.89	216,559.89	-
Fund Balance June 30	$ 116,559.89	$ (49,882.79)	$ 66,677.10	$ 148,693.67	$ 82,016.57

Recapitulation:	
Reserve for Encumbrances	$ 1,530.00
Unreserved Designated for Subsequent Year's Expenditures	157,701.00
Unrestricted Fund Balance (Deficit)	(10,537.33)
	148,693.67
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment not recognized on GAAP basis	264,587.00
Fund Balance per Governmental Funds (GAAP)	$ (115,893.33)

BOROUGH OF WOODBINE SCHOOL DISTRICT
American Recovery and Reinvestment Act - Education Stabilization Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal Sources	$ -	$ 391,045.00	$ 391,045.00	$ 391,045.00	$ -
Total Revenues	-	391,045.00	391,045.00	391,045.00	-
EXPENDITURES:					
Instruction:					
Grades 6 - 8 Salaries of Teachers	-	391,045.00	391,045.00	391,045.00	-
Total Instruction	-	391,045.00	391,045.00	391,045.00	-
Other Financing Sources (Uses)					
None			-		-
Total Outflows	-	391,045.00	391,045.00	391,045.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -

BOROUGH OF WOODBINE SCHOOL DISTRICT
American Recovery and Reinvestment Act - Government Stabilization Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal Sources	$ -	$ 15,138.00	$ 15,138.00	$ 15,138.00	$ -
Total Revenues	-	15,138.00	15,138.00	15,138.00	-
EXPENDITURES:					
Instruction:					
Grades 1 - 5 Salaries of Teachers		15,138.00	15,138.00	15,138.00	-
Total Instruction	-	15,138.00	15,138.00	15,138.00	-
Other Financing Sources (Uses)					
None			-		-
Total Outflows	-	15,138.00	15,138.00	15,138.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	$ 312,540.00	$ 13,977.73	$ 326,517.73	$ 318,697.30	$ (7,820.43)
Federal Sources	357,850.00	455,964.99	813,814.99	598,023.45	(215,791.54)
Local Sources		22,363.54	22,363.54	15,902.80	(6,460.74)
Total Revenues	670,390.00	492,306.26	1,162,696.26	932,623.55	(230,072.71)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	276,575.00	73,678.89	350,253.89	339,691.81	10,562.08
Other Salaries for Instruction	60,606.00	(8,019.98)	52,586.02	66,604.80	(14,018.78)
Other Purchased Services (400-500 series)	2,000.00	45,001.97	47,001.97	47,001.97	-
Supplies and Materials	5,000.00	59,879.64	64,879.64	51,674.11	13,205.53
Total Instruction	344,181.00	170,540.52	514,721.52	504,972.69	9,748.83
Support Services:					
Salaries of Supervisors of Instruction	7,984.00	67,399.45	75,383.45	51,799.56	23,583.89
Salaries of Secr and Clerical Assistants		12,500.00	12,500.00	5,127.50	7,372.50
Salaries of Master Teachers	46,818.00	(4,708.50)	42,109.50	41,526.37	583.13
Personal Services - Employee Benefits	75,802.00	26,184.37	101,986.37	80,814.76	21,171.61
Purchased Professional - Educational Services	102,749.00	2,600.00	105,349.00	105,347.40	1.60
Other Purchased Professional Services	71,248.00	24,844.24	96,092.24	58,767.26	37,324.98
Other Purchased Services (400-500 series)		18,264.13	18,264.13	3,758.13	14,506.00
Contr Serv-Trans. (Field Trips)	1,000.00	500.00	1,500.00	482.00	1,018.00
Travel	1,000.00	500.00	1,500.00	39.99	1,460.01
Supplies & Materials	3,616.00	83,646.49	87,262.49	76,772.89	10,489.60
Other Objects	5,992.00	8,235.56	14,227.56	3,215.00	11,012.56
Total Support Services	316,209.00	239,965.74	556,174.74	427,650.86	128,523.88

WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES(cont'd):					
Facilities Acquisitions and Construction Services:					
Instructional Equipment	$ -	$ 81,800.00	$ 81,800.00	$ -	$ 81,800.00
Noninstructional Equipment	10,000.00		10,000.00	-	10,000.00
Total Facilities Acquisitions and Const. Services:	10,000.00	81,800.00	91,800.00	-	91,800.00
Transfer to Charter Schools					
None	-	-	-	-	-
Other Financing Sources (Uses)					
None	-	-	-	-	-
	-	-	-	-	-
Total Outflows	670,390.00	492,306.26	1,162,696.26	932,623.55	230,072.71
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -

Notes to the Required Supplementary Information

BOROUGH OF WOODBINE SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Year Ended June 30, 2010

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

		General Fund		Special Revenue Fund
Sources / inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	$ 4,578,460.81	[C-2]	$ 932,623.55
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				5,202.04
The Final Two State Aid payments for the Year Ended June 30, 2010 that were delayed until July 2010 were recorded as budgetary revenue for the Year Ended June 30, 2010 but is not recognized under GAAP until the Year Ended June 30, 2011.		(264,587.00)		(31,254.00)
The Final State Aid payment for the Year Ended June 30, 2009 that was delayed until July 2009 was recorded as budgetary revenue for the Year Ended June 30, 2009 but is not recognized under GAAP until the Year Ended June 30, 2010.		270,650.00		31,128.00
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	$ 4,584,523.81	[B-2]	$ 937,699.59
Uses / outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	$ 4,646,759.18	[C-2]	$ 932,623.55
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for GAAP financial reporting purposes.				5,202.04
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	$ 4,646,759.18	[B-2]	$ 937,825.59

Other Supplementary Information

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	Title I	Title I Carryover	ARRA Title I	Title IIA	Title IV	NJ Insured for Sure
REVENUES:						
State Sources	$ -	$ -	$ -	$ -	$ -	$ 5,127.50
Federal Sources	193,524.51	27,829.16	113,704.41	23,917.68	2,099.05	
Local Sources						
Total Revenues	193,524.51	27,829.16	113,704.41	23,917.68	2,099.05	5,127.50
EXPENDITURES:						
Instruction:						
Salaries of Teachers	112,806.14	16,095.00	76,797.00			
Other Salaries for Instruction						
Other Purchased Services (400-500 series)						
Supplies and Materials						
Total Instruction	112,806.14	16,095.00	76,797.00	-	-	-
Support Services:						
Salaries of Supervisors of Instruction	15,286.53	2,896.62		22,547.68		
Salaries of Secr and Clerical Assistants						5,127.50
Salaries of Master Teachers						
Personal Services - Employee Benefits	16,480.98		11,220.04	41.74		
Purchased Professional - Educational Services						
Other Purchased Professional Services	46,762.00	5,571.00	3,456.00	1,328.26		
Other Purchased Services (400-500 series)		1,600.00			2,038.00	
Contr Serv-Trans. (Field Trips)						
Travel						
Supplies and Materials	2,188.86	1,666.54	22,231.37		61.05	
Other Objects						
Total Support Services	80,718.37	11,734.16	36,907.41	23,917.68	2,099.05	5,127.50
Facilities Acquisitions and Construction Services:						
None						
Total Facilities Acquisitions and Const. Services:	-	-	-	-	-	-
Transfer to Charter Schools						
None						
Other Financing Sources (Uses)						
None						
	-	-	-	-	-	-
Total Outflows	193,524.51	27,829.16	113,704.41	23,917.68	2,099.05	5,127.50
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -	$ -

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	IDEA	21st Century Grant	REBEL Grant	Title IV C/O	Cape Educational Grant	Garden State Distance Learning
REVENUES:						
State Sources	$ -	$ -	$ -	$ -	$ -	$ 547.80
Federal Sources	97,747.40	12,080.64		3,294.32		
Local Sources			1,190.00		325.31	
Total Revenues	97,747.40	12,080.64	1,190.00	3,294.32	325.31	547.80
EXPENDITURES:						
Instruction:						
Salaries of Teachers		9,055.64				
Other Salaries for Instruction						
Other Purchased Services (400-500 series)						
Supplies and Materials					325.31	
Total Instruction	-	9,055.64	-	-	325.31	-
Support Services:						
Salaries of Supervisors of Instruction			1,000.00			
Salaries of Secr and Clerical Assistants						
Salaries of Master Teachers						
Personal Services - Employee Benefits						
Purchased Professional - Educational Services	97,747.40					
Other Purchased Professional Services						
Other Purchased Services (400-500 series)						
Contr Serv-Trans. (Field Trips)						
Travel						
Supplies and Materials				3,294.32		547.80
Other Objects		3,025.00	190.00			
Total Support Services	97,747.40	3,025.00	1,190.00	3,294.32	-	547.80
Facilities Acquisitions and Construction Services:						
None						
Total Facilities Acquisitions and Const. Services:	-	-	-	-	-	-
Transfer to Charter Schools						
None						
Other Financing Sources (Uses)						
None						
	-	-	-	-	-	-
Total Outflows	97,747.40	12,080.64	1,190.00	3,294.32	325.31	547.80
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -	$ -

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	Rosemary Howell Grant	Preschool Education Aid	ARRA Food Service Equipment	Sam Azeez Grant	New Jersey Fresh Fruits & Vegetables
REVENUES:					
State Sources	$ -	$ 313,022.00	$ -	$ -	$ -
Federal Sources			9,693.00		17,351.86
Local Sources	1,132.70			10,165.38	
Total Revenues	1,132.70	313,022.00	9,693.00	10,165.38	17,351.86
EXPENDITURES:					
Instruction:					
Salaries of Teachers		124,938.03			
Other Salaries for Instruction		66,604.80			
Other Purchased Services (400-500 series)		1,150.82			
Supplies and Materials		6,229.44			
Total Instruction	-	198,923.09	-	-	-
Support Services:					
Salaries of Supervisors of Instruction				1,170.00	3,556.73
Salaries of Secr and Clerical Assistants					
Salaries of Master Teachers		41,526.37			
Personal Services - Employee Benefits		53,072.00			
Purchased Professional - Educational Services		7,600.00			
Other Purchased Professional Services		650.00		1,000.00	
Other Purchased Services (400-500 series)					120.13
Contr Serv-Trans. (Field Trips)		482.00			
Travel		39.99			
Supplies and Materials	1,132.70	10,728.55	9,693.00	7,995.38	13,675.00
Other Objects					
Total Support Services	1,132.70	114,098.91	9,693.00	10,165.38	17,351.86
Facilities Acquisitions and Construction Services:					
None					
Total Facilities Acquisitions and Const. Services:	-	-	-	-	-
Transfer to Charter Schools					
None					
Other Financing Sources (Uses)					
None					
	-	-	-	-	-
Total Outflows	1,132.70	313,022.00	9,693.00	10,165.38	17,351.86
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2010

	ARRA Title I SIA	ARRA Talent 21	Title I SIA Carryover	ARRA IDEA Part B	Carol White Phys Ed Grant	Totals 2010
REVENUES:						
State Sources	$ -	$ -	$ -	$ -	$ -	$ 318,697.30
Federal Sources	1,323.91	44,653.75	5,873.66	44,930.10		598,023.45
Local Sources					3,089.41	15,902.80
Total Revenues	1,323.91	44,653.75	5,873.66	44,930.10	3,089.41	932,623.55
EXPENDITURES:						
Instruction:						
Salaries of Teachers						339,691.81
Other Salaries for Instruction						66,604.80
Other Purchased Services (400-500 series)		332.88	5,873.66	39,644.61		47,001.97
Supplies and Materials		39,833.87		5,285.49		51,674.11
Total Instruction	-	40,166.75	5,873.66	44,930.10	-	504,972.69
Support Services:						
Salaries of Supervisors of Instruction	855.00	4,487.00				51,799.56
Salaries of Secr and Clerical Assistants						5,127.50
Salaries of Master Teachers						41,526.37
Personal Services - Employee Benefits						80,814.76
Purchased Professional - Educational Services						105,347.40
Other Purchased Professional Services						58,767.26
Other Purchased Services (400-500 series)						3,758.13
Contr Serv-Trans. (Field Trips)						482.00
Travel						39.99
Supplies and Materials	468.91				3,089.41	76,772.89
Other Objects						3,215.00
Total Support Services	1,323.91	4,487.00	-	-	3,089.41	427,650.86
Facilities Acquisitions and Construction Services:						
None						-
Total Facilities Acquisitions and Const. Services:	-	-	-	-	-	-
Transfer to Charter Schools						
None						-
Other Financing Sources (Uses)						
None						-
	-	-	-	-	-	-
Total Outflows	1,323.91	44,653.75	5,873.66	44,930.10	3,089.41	932,623.55
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -	$ -

BOROUGH OF WOODBINE SCHOOL DISTRICT
Special Revenue Fund
Schedule of Preschool Education Aid
Budgetary Basis
For the Year Ended June 30, 2010

	Total		
	Budgeted	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	$ 124,938.03	$ 124,938.03	$ -
Other Salaries for Instruction	52,585.97	66,604.80	(14,018.83)
Other Purchased Services (400-500 series)	2,000.00	1,150.82	849.18
Supplies and Materials	6,229.44	6,229.44	-
Total Instruction	185,753.44	198,923.09	(13,169.65)
Support Services:			
Salaries of Master Teachers	42,109.50	41,526.37	583.13
Personal Services - Employee Benefits	53,072.00	53,072.00	-
Other Purchased Professional - Ed. Services	7,600.00	7,600.00	-
Other Purchased Professional Services	992.50	650.00	342.50
Contr Serv - Trans. (Field Trips)	500.00	482.00	18.00
Travel	1,500.00	39.99	1,460.01
Supplies and Materials	11,012.56	10,728.55	284.01
Total Support Services	116,786.56	114,098.91	2,687.65
Facilities Acquisition and Construction Services			
Noninstructional Equipment	10,000.00		10,000.00
Total Facilities Acquisition and Construction Ser.	10,000.00	-	10,000.00
Contribution to Charter Schools			
None			-
Total Expenditures	$ 312,540.00	$ 313,022.00	$ (482.00)

CALCULATION OF BUDGET & CARRYOVER

Total 2009-10 Preschool Education Aid Allocation	$ 312,540.00
Add: Actual Carryover June 30, 2009	482.00
	313,022.00
Add: Budgeted Transfer from the General Fund	-
Total Preschool Education Aid Funds Available for 2009/2010 Budget	313,022.00
Less: 2009/2010 Budgeted Preschool Education Aid - Prior Year Budget Carryover	(312,540.00)
Available & Unbudgeted Preschool Education Aid Funds, June 30, 2010	482.00
Add: June 30, 2010 Unexpended Preschool Education Aid	(482.00)
2009-2010 Carryover - Preschool Education Aid	$ (0.00)
2009-10 Preschool Education Carryover Budgeted for Preschool Programs 2010-2011	$ -

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.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Funds
Summary Statement of Project Expenditures
For the Year Ended June 30, 2010

Project Title/Issue	Date	Original Appropriations	Expenditures to Date: Prior Years	Expenditures to Date: Current Years	Transfer to Debt Service	Unexpended Balance June 30, 2010
Renovations to the Gymnasium	Feb-04	$ 2,130,219.00	$ 2,020,806.00	$ -	$	$ 109,413.00
Renovations to Library/Media Center	Feb-04	1,574,480.00	1,524,473.00	112,600.00		50,007.00
Various Improvements and Renovations Including Solar Panel	Dec-09	3,682,000.00		166,534.69		(166,534.69)
Building Upgrades and Boiler Project		527,813.00		24,527.75		(24,527.75)
Building Upgrades and Boiler Project		269,125.00		30,000.00		(30,000.00)
		$ 8,183,637.00	$ 3,545,279.00	$ 333,662.44	$ -	$ (61,642.44)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2010

Revenues and Other Financing Sources		
Interest	$	432.15
Total Revenues		432.15
Expenditures and Other Financing Uses		
Purchased Professional and Technical Services		159,598.03
Construction Services		22,742.15
Other Objects		38,722.26
Total Expenditures		221,062.44
Excess (deficiency) of revenues over (under) expenditures		(220,630.29)
Other Financing Sources (Uses):		
Transfer of Interest to Current Fund		(432.15)
Total Other Financing Sources (Uses)		(432.15)
Excess (Deficiency) of Revenues Over (Under) Expenditures		(221,062.44)
Fund Balance - Beginning		159,420.00
Fund Balance Ending	$	(61,642.44)

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenue, Expenditures, Project Balance, and Project Status - Budgetary Basis
Renovations to Gymnasium
From Inception and for the Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	$ 727,112.00	$	$ 727,112.00	$
Federal Sources - Small Cities Public Facilities Grant	400,000.00		400,000.00	
Bond Proceeds and Transfers Borough of Woodbine	1,003,107.00		1,003,107.00	
Transfer From General Fund			-	
Total Revenues	2,130,219.00	-	2,130,219.00	-
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	134,966.00		134,966.00	
Construction Services	1,885,840.00		1,885,840.00	
Total Expenditures	2,020,806.00	-	2,020,806.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 109,413.00	$ -	$ 109,413.00	$ -

Additional Project Information:

Project Number	N/A
Grant Date	2/4/2004
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Costs	$ 1,978,162.00
Revised Authorized Cost	2,130,219.00
Percentage Increase over Original Authorized Cost	7.69%
Percentage Completion	100.00%
Original Target Completion Date	12/31/2004
Revised Target Completion Date	9/1/2007

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenue, Expenditures, Project Balance, and Project Status - Budgetary Basis
Renovations to Library/Media Center
From Inception and for the Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	$ 501,033.00	$	$ 501,033.00	$
Federal Sources - Small Cities Public Facilities Grant	400,000.00		400,000.00	
Bond Proceeds and Transfers Borough of Woodbine	673,447.00		673,447.00	
Transfer From General Fund			-	
Total Revenues	1,574,480.00	-	1,574,480.00	-
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	85,585.00		85,585.00	
Construction Services	1,438,888.00		1,438,888.00	
Total Expenditures	1,524,473.00	-	1,524,473.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 50,007.00	$ -	$ 50,007.00	$ -

Additional Project Information:

Project Number	N/A
Grant Date	2/4/2004
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Costs	$ 1,003,430.00
Revised Authorized Cost	1,574,480.00
Percentage Increase over Original Authorized Cost	56.91%
Percentage Completion	100.00%
Original Target Completion Date	12/31/2004
Revised Target Completion Date	9/1/2007

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenue, Expenditures, Project Balance, and Project Status - Budgetary Basis
Various Improvements and Renovations including Solar Panels
From Inception and for the Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	$ -	$ -	$ -	$ -
Bond Proceeds			-	3,682,000.00
Transfer From General Fund			-	665.00
Total Revenues	-	-	-	3,682,665.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services		158,795.71	158,795.71	311,801.24
Construction Services			-	3,212,051.96
Other Objects		7,738.98	7,738.98	158,811.80
Total Expenditures	-	166,534.69	166,534.69	3,682,665.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ (166,534.69)	$ (166,534.69)	$ -

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	12/8/2009
Bonds Authorized	$ 3,682,000.00
Bonds Issued	-
Original Authorized Costs	3,682,665.00
Revised Authorized Cost	3,682,665.00
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	
Revised Target Completion Date	

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenue, Expenditures, Project Balance, and Project Status - Budgetary Basis
Building Upgrades and Boiler Project
From Inception and for the Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	$ -	$ -	$ -	$ 307,536.00
Bond Proceeds			-	
Federal Sources - Small Cities Public Facilities Grant			-	220,277.00
Transfer From General Fund			-	
Total Revenues	-	-	-	527,813.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services		802.32	802.32	32,837.00
Construction Services		22,742.15	22,742.15	472,680.00
Other Objects		983.28	983.28	22,296.00
Total Expenditures	-	24,527.75	24,527.75	527,813.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ (24,527.75)	$ (24,527.75)	$ -

Additional Project Information:

Project Number	
Grant Date	
Bond Authorization Date	
Bonds Authorized	$ -
Bonds Issued	-
Original Authorized Costs	527,813.00
Revised Authorized Cost	527,813.00
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	
Revised Target Completion Date	

BOROUGH OF WOODBINE SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenue, Expenditures, Project Balance, and Project Status - Budgetary Basis
Building Upgrades and Boiler Project
From Inception and for the Year Ended June 30, 2010

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SCC Grant	$ -	$ -	$ -	$
Bond Proceeds			-	
Federal Sources - Small Cities Public Facilities Grant			-	269,125.00
Transfer From Capital Outlay			-	
Total Revenues	-	-	-	269,125.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services			-	81,944.00
Construction Services			-	123,581.00
Other Objects		30,000.00	30,000.00	63,600.00
Total Expenditures	-	30,000.00	30,000.00	269,125.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ (30,000.00)	$ (30,000.00)	$ -

Additional Project Information:

Project Number	
Grant Date	
Bond Authorization Date	
Bonds Authorized	$ -
Bonds Issued	-
Original Authorized Costs	269,125.00
Revised Authorized Cost	269,125.00
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	
Revised Target Completion Date	

FIDUCIARY FUNDS DETAIL STATEMENTS

Fiduciary Funds are used to account for funds received by the school district for a specific purpose.

Unemployment Compensation Fund - This Trust Fund is an expendable trust fund and limits expenses set aside for this purpose in current and prior budgets and contributions from employee withholding in prior years.

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

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll Fund - This agency fund is used to account for the payroll transactions of the school district.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2010

	Private Purpose Trust	Agency Funds	Totals
ASSETS			
Cash and Cash Equivalents	$ 1,603.79	$ 8,172.06	$ 9,775.85
Total Assets	1,603.79	8,172.06	9,775.85
LIABILITIES			
Payable to Student Groups		2,626.42	2,626.42
Payroll Deductions & Withholdings		5,541.25	5,541.25
Interfund		4.39	4.39
Total Liabilities	-	8,172.06	8,172.06
NET ASSETS			
Held in Trust for Other Purposes	$ 1,603.79		1,603.79
Total Net Assets			1,603.79
Total Liabilities and Net Assets			$ 9,775.85

BOROUGH OF WOODBINE SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2010

	Private Purpose Trust	Totals
ADDITIONS		
Contributions:		
Donations	$ 500.00	$ 500.00
Interest	4.42	4.42
Total Contributions	504.42	504.42
Deductions		
None		
Total Deductions	-	-
Change in Net Assets	504.42	504.42
Net Assets - Beginning of the Year	1,099.37	1,099.37
Net Assets - End of the Year	$ 1,603.79	$ 1,603.79

BOROUGH OF WOODBINE SCHOOL DISTRICT
Student Activity Agency Fund
Schedule of Receipts and Disbursements
As of June 30, 2010

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Woodbine School	$ 1,832.13	$ 8,905.14	$ 9,351.15	$ 1,386.12
Library	-	2,167.92	927.62	1,240.30
Total Assets	$ 1,832.13	$ 11,073.06	$ 10,278.77	$ 2,626.42

BOROUGH OF WOODBINE SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
As of June 30, 2010

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
ASSETS:				
Cash and Cash Equivalents	$ 13,377.36	$ 2,472,192.57	$ 2,480,024.29	$ 5,545.64
Total Assets	$ 13,377.36	$ 2,472,192.57	$ 2,480,024.29	$ 5,545.64
LIABILITIES:				
Payroll Deductions & Withholding	$ 10,105.11	$ 1,081,119.17	$ 1,085,683.03	$ 5,541.25
Net Pay	-	1,387,254.89	1,387,254.89	-
Interfund	3,272.25	3,818.51	7,086.37	4.39
Total Liabilities	$ 13,377.36	$ 2,472,192.57	$ 2,480,024.29	$ 5,545.64

LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of Obligations Under Capital Leases
As of June 30, 2010

Description	Amount of Original Issue	Balance July 1, 2009	Issued Current Year	Retired Current Year	Balance June 30, 2010
Food Steamer	$ 15,584	$ 8,742.38	$	$ 2,980.63	$ 5,761.75
Convection Oven	7,916	5,878.60		2,014.73	3,863.87
		$ 14,620.98	$ -	$ 4,995.36	$ 9,625.62

Statistical Section

BOROUGH OF WOODBINE BOARD OF EDUCATION
Net Assets by Component,
Last Seven Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
Governmental activities							
Invested in capital assets, net of related debt	$ 142,320.00	$ 226,096.00	$ 271,484.00	$ 2,949,136.00	$ 3,582,220.00	$ 3,548,276.00	$ 3,711,459.75
Restricted						105,979.73	66,334.56
Unrestricted	(363,657.00)	(290,734.00)	(188,143.00)	(164,681.00)	(164,777.00)	(378,571.90)	(470,220.90)
Total governmental activities net assets	$ (221,337.00)	$ (64,638.00)	$ 83,341.00	$ 2,784,455.00	$ 3,417,443.00	$ 3,275,683.83	$ 3,307,573.41
Business-type activities							
Invested in capital assets, net of related debt	$ -	$ -	$ -	$ (63.00)	$ (76.00)	$ (495.98)	$ 7,887.73
Restricted							
Unrestricted	4,895.00	(13,074.00)	(10,348.00)	1,508.00	(30,871.00)	(24,624.25)	(58,657.66)
Total business-type activities net assets	$ 4,895.00	$ (13,074.00)	$ (10,348.00)	$ 1,445.00	$ (30,947.00)	$ (25,120.23)	$ (50,769.93)
District-wide							
Invested in capital assets, net of related debt	$ 142,320.00	$ 226,096.00	$ 271,484.00	$ 2,949,073.00	$ 3,582,144.00	$ 3,547,780.02	$ 3,719,347.48
Restricted	-	-	-	-	-	105,979.73	66,334.56
Unrestricted	(358,762.00)	(303,808.00)	(198,491.00)	(163,173.00)	(195,648.00)	(403,196.15)	(528,878.56)
Total district net assets	$ (216,442.00)	$ (77,712.00)	$ 72,993.00	$ 2,785,900.00	$ 3,386,496.00	$ 3,250,563.60	$ 3,256,803.48

Source: CAFR Schedule A-1

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Net Assets,
Last Seven Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
Expenses							
Governmental activities:							
Instruction:							
Regular	$ 1,635,302.00	$ 1,206,378.00	$ 1,274,958.00	$ 1,403,787.00	$ 1,556,440.00	$ 1,199,047.82	$ 1,139,227.63
Special education	310,943.00	356,252.00	373,430.00	335,121.00	300,038.00	740,378.07	900,194.15
Other Instruction	79,669.00	59,926.00	58,797.00	57,617.00	64,015.00	125,029.58	140,352.04
Support Services:							
Tuition	1,104,687.00	1,228,165.00	1,435,739.00	1,583,828.00	1,614,922.00	1,326,866.72	1,434,282.79
Student & instruction related services	476,482.00	532,774.00	206,561.00	366,775.00	395,127.00	872,453.84	892,445.19
General administrative services	193,690.00	184,494.00	192,968.00	127,684.00	315,888.00	293,213.63	255,227.41
School administrative services	189,483.00	351,339.00	290,014.00	298,419.00	100,377.00	69,270.73	72,425.02
Business administrative services	107,868.00						
Plant operations and maintenance	228,418.00	229,200.00	265,466.00	259,127.00	358,544.00	301,633.42	292,940.57
Pupil transportation	300,792.00	280,450.00	351,816.00	406,123.00	401,032.00	324,007.74	363,671.17
Unallocated Capital Outlay		517.00					
Special schools						8,811.89	
Charter Schools							
Interest on long-term debt							
Total governmental activities expenses	4,627,334.00	4,429,495.00	4,449,749.00	4,838,481.00	5,106,383.00	5,260,713.44	5,490,765.97

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Net Assets,
Last Seven Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
Business-type activities:							
Food service	$ 155,572.00	$ 152,296.00	$ 160,609.00	$ 169,807.00	$ 185,124.00	$ 182,891.31	$ 202,338.80
Latchkey			13,729.00	5,316.00	8,187.00	8,202.68	6,516.32
Total business-type activities expenses	155,572.00	152,296.00	174,338.00	175,123.00	193,311.00	191,093.99	208,855.12
Total district expenses	$ 4,782,906.00	$ 4,581,791.00	$ 4,624,087.00	$ 5,013,604.00	$ 5,299,694.00	$ 5,451,807.43	$ 5,699,621.09
Program Revenues							
Governmental activities:							
Operating grants and contributions	$ 1,152,859.00	$ 1,005,222.00	$ 1,004,180.00	$ 1,251,506.00	$ 1,215,183.00	$ 772,263.57	$ 937,699.59
Capital grants and contributions		106,930.00	49,164.00	2,717,860.00			
Total governmental activities program revenues	1,152,859.00	1,112,152.00	1,053,344.00	3,969,366.00	1,215,183.00	772,263.57	937,699.59
Business-type activities:							
Charges for services:							
Food service	45,176.00	41,253.00	37,043.00	31,353.00	42,241.00	43,630.45	48,829.79
Latchkey			10,680.00	3,679.00	6,300.00	4,772.59	5,709.03
Operating grants and contributions	107,524.00	97,708.00	128,799.00	137,703.00	112,129.00	117,513.46	128,560.66
Total business-type activities program revenue	152,700.00	138,961.00	176,522.00	172,735.00	160,670.00	165,916.50	183,099.48
Total district program revenue	$ 1,305,559.00	$ 1,251,113.00	$ 1,229,866.00	$ 4,142,101.00	$ 1,375,853.00	$ 938,180.07	$ 1,120,799.07

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Net Assets,
Last Seven Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
Net (Expense)/Revenue							
Governmental activities	$ (3,474,475.00)	$ (3,317,343.00)	$ (3,396,405.00)	$ (869,115.00)	$ (3,891,200.00)	$ (4,488,449.87)	$ (4,553,066.38)
Business-type activities	(2,872.00)	(13,335.00)	2,184.00	(2,388.00)	(32,641.00)	(25,177.49)	(25,755.64)
Total district-wide net expense	$ (3,477,347.00)	$ (3,330,678.00)	$ (3,394,221.00)	$ (871,503.00)	$ (3,923,841.00)	$ (4,513,627.36)	$ (4,578,822.02)
General Revenues and Other Changes in Net Assets							
Governmental activities:							
Property taxes levied for general purposes, net	$ 808,194.00	$ 864,467.00	$ 936,000.00	$ 1,018,600.00	$ 1,110,047.00	$ 1,224,753.00	$ 1,279,075.00
Taxes levied for debt service							
Unrestricted grants and contributions	2,455,145.00	2,586,882.00	2,586,133.00	2,553,572.00	2,836,801.00	3,122,039.45	3,302,322.63
Federal and State Aid Restricted for a Specific Purpose					519,755.00		
Miscellaneous income	24,993.00	22,693.00	22,251.00	11,410.00	57,585.00	30,652.25	3,558.33
Transfers				(13,353.00)		(30,754.00)	
Total governmental activities	3,288,332.00	3,474,042.00	3,544,384.00	3,570,229.00	4,524,188.00	4,346,690.70	4,584,955.96
Business-type activities:							
Investment earnings	35.00		542.00	828.00	249.00	250.26	105.94
Transfers		121.00		13,353.00		30,754.00	
Total business-type activities	35.00	121.00	542.00	14,181.00	249.00	31,004.26	105.94
Total district-wide	$ 3,288,367.00	$ 3,474,163.00	$ 3,544,926.00	$ 3,584,410.00	$ 4,524,437.00	$ 4,377,694.96	$ 4,585,061.90
Changes in Net Assets							
Governmental activities	$ (186,143.00)	$ 156,699.00	$ 147,979.00	$ 2,701,114.00	$ 632,988.00	$ (141,759.17)	$ 31,889.58
Business-type activities	(2,837.00)	(13,214.00)	2,726.00	11,793.00	(32,392.00)	5,826.77	(25,649.70)
Total district	$ (188,980.00)	$ 143,485.00	$ 150,705.00	$ 2,712,907.00	$ 600,596.00	$ (135,932.40)	$ 6,239.88

Source: CAFR Schedule A-2

BOROUGH OF WOODBINE BOARD OF EDUCATION
Fund Balances, Governmental Funds,
Last Seven Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,						
	2004	2005	2006	2007	2008	2009	2010
General Fund							
Reserved	$ 1,800.00	$ 5,288.00	$ 103,716.00	$ 155,187.00	$ 117,490.00	$ 136,369.29	$ 159,231.00
Unreserved	(116,556.00)	(164,304.00)	(153,767.00)	(174,543.00)	(92,218.00)	(190,459.40)	(275,124.33)
Total general fund	$ (114,756.00)	$ (159,016.00)	$ (50,051.00)	$ (19,356.00)	$ 25,272.00	$ (54,090.11)	$ (115,893.33)
All Other Governmental Funds							
Reserved	$ -	$ -	$ 18,535.00	$ -	$ -	$ -	$ -
Unreserved, reported in:							
Special revenue fund	(14,283.00)	(14,282.00)	(14,282.00)	(14,282.00)	(19,614.00)	(31,128.00)	(31,254.00)
Capital projects fund			(18,306.00)	20,631.00	738.00	738.44	(61,642.44)
Debt service fund							
Permanent fund							
Total all other governmental funds	$ (14,283.00)	$ (14,282.00)	$ (14,053.00)	$ 6,349.00	$ (18,876.00)	$ (30,389.56)	$ (92,896.44)

Source: CAFR Schedule B-1

BOROUGH OF WOODBINE BOARD OF EDUCATION
Changes in Fund Balances, Governmental Funds,
Last Seven Fiscal Years

Exhibit J-4

	2004	2005	2006	2007	2008	2009	2010
Revenues							
Tax Levy	$ 808,194	$ 864,467	$ 936,000	$ 1,018,600	$ 1,110,047	$ 1,224,753	$ 1,279,075
Tuition charges							
Miscellaneous	24,993	22,693	22,251	11,410	57,585	30,652	3,558
Local Sources	15,993	121,799	70,043	1,002,298	532,274	10,544	15,903
State sources	2,995,060	3,105,481	3,117,797	4,243,901	3,637,953	3,446,088	3,210,019
Federal sources	596,950	471,754	451,637	1,276,739	401,512	437,670	1,014,100
Total revenue	4,441,190	4,586,194	4,597,728	7,552,948	5,739,371	5,149,708	5,522,656
Expenditures							
Instruction:							
Regular instruction	1,292,260	1,093,769	1,148,470	1,250,852	1,383,647	922,663	1,030,133
Special education instruction	250,756	302,133	306,649	269,360	240,392	563,501	702,939
Other special education instruction							
Other instruction	64,248	50,929	48,962	46,876	52,488	95,160	104,374
Support Services:							
Tuition	890,862	1,042,277	1,184,390	1,255,854	1,271,183	1,326,867	1,434,283
Student & instruction related services	384,253	488,861	185,087	334,255	351,899	690,548	687,659
General administrative services	152,971	199,056	162,333	133,439	152,589	129,076	125,452
School administrative services	152,121	172,383	177,651	117,358	87,746	53,105	53,986
Central Services		106,190	74,949	106,103	100,585	109,592	77,275
Business administrative services	86,989						
Plant operations and maintenance	184,205	194,651	217,365	207,938	288,243	301,303	292,022
Pupil transportation	242,570	239,248	284,256	322,277	321,262	322,350	361,824
Unallocated employee benefits	675,654	633,420	633,003	746,728	764,695	655,319	700,408
Special schools						8,615	
Charter Schools							
Capital outlay	37,930	107,327	65,628	2,697,458	705,239	31,731	235,293
Debt service:							
Principal							
Interest and other charges							
Total Expenditures	4,414,819	4,630,244	4,488,743	7,488,498	5,719,968	5,209,830	5,805,647
Excess (Deficiency) of revenues over (under) expenditures	26,371	(44,050)	108,985	64,450	19,403	(60,122)	(282,992)
Other Financing Sources (Uses)							
Transfers				(13,353)		(30,754)	
Total other financing sources (uses)	-	-	-	(13,353)	-	(30,754)	-
Net change in fund balances	$ 26,371	$ (44,050)	$ 108,985	$ 51,097	$ 19,403	$ (90,876)	$ (282,992)
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: CAFR Schedule B-2

BOROUGH OF WOODBINE BOARD OF EDUCATION **Exhibit J-5**

General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Tuition Revenue	Interest on Investments	Miscellaneous	Totals
2001	$ -	$ 6,413.00	$ 67,643.00	$ 74,056.00
2002	10,268.00	2,960.00	24,820.00	38,048.00
2003			24,993.00	24,993.00
2004		4,561.00	18,043.00	22,604.00
2005		8,829.00	13,031.00	21,860.00
2006		8,829.00	13,031.00	21,860.00
2007		7,310.00	4,100.00	11,410.00
2008		4,422.00	53,163.00	57,585.00
2009		564.37	30,087.88	30,652.25
2010		287.75	2,838.43	3,126.18

Source: District Records

BOROUGH OF WOODBINE BOARD OF EDUCATION
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Regular	Q Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2001	$ 2,189,800	$ 30,656,800	$ 2,417,500	$ 104,000	$ 14,994,100	$ 1,574,400	$ 1,931,800	$ 53,868,400	$ 1,108,597	$ 54,976,997	1.164	$ 65,550,927
2002	2,293,600	30,351,300	2,445,900	108,700	15,455,000	1,854,900	1,931,800	54,441,200	1,089,264	55,530,464	1.180	67,395,927
2003	2,359,500	34,380,800	2,386,100	112,700	12,073,000	1,854,900	1,931,800	55,098,800	1,053,390	56,152,190	1.275	70,587,291
2004	5,827,100	31,955,900	2,496,100	118,600	12,073,000	1,854,900	1,931,800	56,257,400	856,972	57,114,372	1.307	86,731,443
2005	5,863,500	33,192,800	2,828,800	110,900	12,183,500	1,854,900	1,931,800	57,966,200	806,328	58,772,528	1.415	97,670,710
2006	5,926,500	33,784,500	3,299,600	132,500	12,140,400	1,854,900	1,931,800	59,070,200	631,576	59,701,776	1.448	118,838,058
2007 - R	9,075,300	130,109,200	4,860,800	140,100	23,161,300	4,736,300	5,061,400	177,144,400	1,296,161	178,440,561	0.525	142,608,529
2008	8,754,000	130,920,600	4,860,800	140,100	23,302,300	4,763,000	5,061,400	177,802,200	1,260,222	179,062,422	0.525	167,570,389
2009	8,503,500	132,543,000	4,344,600	102,300	23,942,900	4,763,000	5,061,400	179,260,700	1,416,345	180,677,045	0.679	181,694,390
2010	8,527,100	133,733,100	3,920,400	96,000	24,124,400	4,763,000	5,061,400	180,225,400	1,401,630	181,627,030	0.704	182,376,135

R = Revaluation

Source: County Abstract of Ratables & Municipal Tax Assessor

BOROUGH OF WOODBINE BOARD OF EDUCATION **Exhibit J-7**

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

Fiscal Year Ended June 30,	BOROUGH OF WOODBINE BOARD OF EDUCATION			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Cape May County	Municipal Local Purpose	
2001	1.180		1.180	0.480	0.410	2.070
2002	1.275		1.275	0.460	0.410	2.145
2003	1.307		1.307	0.430	0.410	2.147
2004	1.415		1.415	0.440	0.410	2.265
2005	1.448		1.448	0.420	0.410	2.278
2006	0.525		0.525	0.416	0.409	1.350
2007	0.525		0.525	0.154	0.231	0.910
2008	0.679		0.679	0.182	0.238	1.099
2009	0.710		0.710	0.204	0.238	1.152
2010	0.704		0.704	0.215	0.237	1.156

Source: District Records and Municipal Tax Collector

BOROUGH OF WOODBINE BOARD OF EDUCATION
Principal Property Tax Payers,
Current Year and Nine Years Ago

Exhibit J-8

	2010			2001		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Woodbine Manor Apts LTD Partnership	$ 4,800,000	1	2.64%	$ 1,824,000	3	3.32%
DMA Investments, LLC	2,501,200	2	1.38%	1,841,400	2	3.35%
Quinn-Woodbine R&L, LLC	2,501,200	3	1.38%	945,000	4	1.72%
Individual Property Owner #1	2,287,400	4	1.26%	469,000	8	0.85%
Brandywine Associates, LLC	1,806,600	5	0.99%			
Forss & King Rental Properties	1,715,400	6	0.94%			
Individual Property Owner #2	1,651,900	7	0.91%			
Campark Liquors, Inc.	1,489,900	8	0.82%	641,800	7	1.17%
SCA Services of NJ	1,311,200	9	0.72%	825,000	5	1.50%
Gerald A. Barrett, Inc.	1,226,400	10	0.68%	574,300	6	1.04%
Individual Property Owner #3				418,800	9	0.76%
Carol-Lynn Resorts				2,261,000	1	4.11%
Gerald A. Barrett, Inc.				365,800	10	0.67%
Totals	$ 21,291,200		11.72%	$ 10,166,100		18.49%
	District Assessed Value		$ 181,627,030			$ 54,976,997

Source: District CAFR & Municipal Tax Assessor

BOROUGH OF WOODBINE BOARD OF EDUCATION
Property Tax Levies and Collections,
Last Ten Fiscal Years

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2001	$ 648,597.00	$ 648,597.00	100%	-
2002	707,813.00	707,813.00	100%	-
2003	734,000.00	734,000.00	100%	-
2004	808,194.00	808,194.00	100%	-
2005	864,467.00	864,467.00	100%	-
2006	936,000.00	936,000.00	100%	-
2007	1,018,600.00	1,018,600.00	100%	-
2008	1,110,047.00	1,110,047.00	100%	-
2009	1,224,753.00	1,224,753.00	100%	-
2010	1,279,075.00	1,279,075.00	100%	-

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

BOROUGH OF WOODBINE BOARD OF EDUCATION
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income	Per Capita Personal Income
	General Obligation Bonds	Capital Leases	Bond Anticipation Notes (BANs)			
2001	$ -	$ -	$ -	$ -	0.00%	$ 34,990
2002				-	0.00%	36,053
2003				-	0.00%	36,492
2004				-	0.00%	38,740
2005				-	0.00%	40,316
2006				-	0.00%	42,322
2007		14,089		14,089	0.00%	44,575
2008		18,901		18,901	0.00%	46,001
2009		14,621		14,621	Not Available	Not Available
2010		9,626	500,000.00	509,626	Not Available	Not Available

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

BOROUGH OF WOODBINE BOARD OF EDUCATION
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

Exhibit J-11

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2001	$ -	$ -	$ -	0.00%	$ 34,990
2002	-	-	-	0.00%	36,053
2003	-	-	-	0.00%	36,492
2004	-	-	-	0.00%	38,740
2005	-	-	-	0.00%	40,316
2006	-	-	-	0.00%	42,322
2007	-	-	-	0.00%	44,575
2008	-	-	-	0.00%	46,001
2009	-	-	-	0.00%	Not Available
2010	-	-	-	0.00%	Not Available

BOROUGH OF WOODBINE BOARD OF EDUCATION
Direct and Overlapping Governmental Activities Debt,
As of December 31, 2009

Exhibit J-12

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes			
Borough of Woodbine	$ 89,695.00	100.00%	$ 89,695.00
Other Debt			
County of Cape May	38,684,000.00	0.34%	131,243.30
Cape May County Municipal Utilities Author	102,075,840.00	0.34%	346,312.94
Cape May County Bridge Commission	15,605,000.00	0.34%	52,943.12
Subtotal, Overlapping Debt			620,194.36
School District Direct Debt			-
Total Direct and Overlapping Debt			$ 620,194.36

BOROUGH OF WOODBINE BOARD OF EDUCATION
Legal Debt Margin Information,
Last Ten Fiscal Years

Exhibit J-13

Equalized valuation basis		
2009	$	177,926,253
2008		176,776,894
2007		165,694,884
	$	520,398,031
Average equalized valuation of taxable property	$	173,466,010
Debt limit (3% of average)		5,203,980
Net bonded school debt		-
Legal debt margin	$	5,203,980

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	$ -	$ 1,866,615	$ 1,967,648	$ 2,166,118	$ 2,437,429	$ 2,896,834	$ 3,443,587	$ 4,175,402	$ 4,799,402	$ 5,203,980
Total net debt applicable to limit	-	-	-	-	-	-	-	-	3,682,000	3,682,000
Legal debt margin	$ -	$ 1,866,615	$ 1,967,648	$ 2,166,118	$ 2,437,429	$ 2,896,834	$ 3,443,587	$ 4,175,402	$ 1,117,402	$ 1,521,980
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	76.72%	70.75%

Source: Abstract of Ratables and District Records.

BOROUGH OF WOODBINE BOARD OF EDUCATION
Demographic and Economic Statistics,
Last Ten Fiscal Years

Exhibit J-14

Fiscal Year Ended June 30,	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2001	2,688	$ 94,053	$ 34,990	Not Available
2002	2,659	95,865	36,053	10.3%
2003	2,651	96,740	36,492	10.7%
2004	2,608	101,034	38,740	8.2%
2005	2,565	103,411	40,316	7.5%
2006	2,523	106,778	42,322	7.1%
2007	2,506	111,705	44,575	6.8%
2008	2,494	114,726	46,001	8.3%
2009	2,500	Not Available	Not Available	11.8%
2010	Not Available	Not Available	Not Available	Not Available

BOROUGH OF WOODBINE BOARD OF EDUCATION **Exhibit J-15**
Principal Employers,
Current Year and Nine Years Ago

	2010			2001		
Employer	Approximate Number of Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Woodbine Developmental Center	1,000 +	1	Not Available	Not Available		Not Available
Robinson Pallet	50 - 99	2	Not Available	Not Available		Not Available
Gentilini Ford	50 - 99	3	Not Available	Not Available		Not Available
Woodbine School District	38	4	Not Available	Not Available		Not Available
Borough of Woodibine	20 - 49	5	Not Available	Not Available		Not Available
NJ State Police	20 - 49	6	Not Available	Not Available		Not Available
Modern Gas	20 - 49	7	Not Available	Not Available		Not Available
Quality Electric & Alarms	20 - 49	8	Not Available	Not Available		Not Available
Cape May County MUA	20 - 49	9	Not Available	Not Available		Not Available
Alarm Systems	20 - 49	10	Not Available	Not Available		Not Available
Totals			Not Available	-		Not Available

BOROUGH OF WOODBINE BOARD OF EDUCATION **Exhibit J-16**

Full-time Equivalent District Employees by Function/Program,
Last Five Fiscal Years

	2006	2007	2008	2009	2010
Function/Program					
Instruction:					
Regular instruction	20	21	18	22	23
Special education instruction	6	4	5	3	3
Other special education	2	2	1	3	1
Other Instruction	2	1	4	3	5
Support Services:					
Tuition	2	2			
Student & instruction related services	1	1	4	4	4
General administrative services	1	1	1	1	1
School administrative services	1	1	1		
Technology services		1	1	1	1
Business administrative services	2	3	1	1	1
Plant operations and maintenance	0	0	3		
Food Service					
Total	37	36	37	38	38

Source: District Personnel Records

BOROUGH OF WOODBINE BOARD OF EDUCATION
Operating Statistics,
Last Ten Fiscal Years

Exhibit J-17

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School				
2001	Not Available	Not Available	Not Available	Not Available	Not Available	1:14	1:11	259	237	-6.83%	91.51%
2002	Not Available	Not Available	Not Available	Not Available	Not Available	1:12	1:12	246	222	-5.02%	90.24%
2003	Not Available	Not Available	Not Available	Not Available	Not Available	1:12	1:13	265	237	7.72%	89.43%
2004	240	Not Available	Not Available	Not Available	Not Available	1:12	1:13	240	217	-9.43%	90.42%
2005	229	4,376,889	19,113	Not Available	Not Available	1:12	1:13	229	214	-4.58%	93.45%
2006	213	4,522,917	21,234	11.10%	36	1:12	1:13	213	200	-6.99%	93.90%
2007	246	4,423,115	17,980	-15.33%	36	1:12	1:13	246	227	15.49%	92.28%
2008	276	4,791,040	17,359	-3.46%	22	1:12	1:13	211	195	-14.23%	92.42%
2009	213	5,014,729	23,543	35.63%	22	1:12	1:13	202	189	-4.08%	93.21%
2010	216	5,178,100	23,973	1.82%							

Source: District records

BOROUGH OF WOODBINE BOARD OF EDUCATION
School Building Information,
Last Ten Fiscal Years

Exhibit J-18

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
District Buildings										
Woodbine Elementary School										
Square Feet	40,366	40,366	40,366	40,366	40,366	40,366	52,789	52,789	52,789	52,789
Capacity (students)	294	294	294	294	294	294	294	294	294	294
Enrollment	259	246	265	240	229	213		211	213	216

Number of Schools at June 30, 2010
Elementary - 1

Source: District Records, ASSA

BOROUGH OF WOODBINE BOARD OF EDUCATION
General Fund
Schedule of Required Maintenance for School Facilities,
Last Eight Fiscal Years
(Unaudited)

Exhibit J-19

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2003	2004	2005	2006	2007	2008	2009	2010
Woodbine Elementary School	N/A	$ 17,863	$ 15,194	$ 23,182	$ 51,571	$ 54,966	$ 38,208	$ 20,105	$ 30,455
Total School Facilities		17,863	15,194	23,182	51,571	54,966	38,208	20,105	30,455
Other Facilities									
Grand Total		$ 17,863	$ 15,194	$ 23,182	$ 51,571	$ 54,966	$ 38,208	$ 20,105	$ 30,455

Source: District Records

BOROUGH OF WOODBINE BOARD OF EDUCATION **Exhibit J-20**
Insurance Schedule
For the Fiscal Year Ended June 30, 2010
(Unaudited)

Type of Coverage	Amount of Coverage	Deductible
Atlantic & Cape May Counties School Business Officials Joint Insurance Fund		
Property, Inland Marine and Automobile		
Physical Damages	$ 1,000,000.00	$
Perils Included	All Risk	
Property Valuation		
Blanket and Building Contents	10,157,088,555.00	1,000.00
Comprehensive Crime Coverage	250,000.00	1,000.00
General and Automobile Liability	1,000,000.00	
Workers' Compensation	2,000,000.00	
School Board Legal Liability	10,000,000.00	
Pollution Legal Liability	1,000,000.00	5,000.00
NJ School Boards Association Insurance Group		
Blanket Position Bond		
Treasurer	155,000.00	
Board Secretary/Business Administrator	50,000.00	

Single Audit Section

FORD-SCOTT
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K-1 REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable President and
Members of the Board of Education
Borough of Woodbine School District
County of Cape May
New Jersey

We have audited the basic financial statements of the Board of Education of the Borough of Woodbine School District, in the County of Cape May, State of New Jersey, as of and for the fiscal year ended June 30, 2010, and have issued our report thereon dated January 18, 2011. 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 presented 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 Borough of Woodbine Board of Education's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Woodbine Board of Education's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough of Woodbine Board of Education's internal control over financial reporting.

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 and therefore there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies identified in the schedule of findings and questioned costs as findings 10-2and 10-3 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Woodbine Board of Education's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

We noted certain matters that we reported to the Board of Education of the Borough of Woodbine Board of Education in a separate report entitled, *Auditor's Management Report on Administrative Findings – Financial Compliance and Performance* dated January 18, 2011.

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

Ford, Scott & Associates, L.L.C.

FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Glen J. Ortman
Certified Public Accountant
Licensed Public School Accountant
No. 853

January 18, 2011

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K-2 REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT A MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND NEW JERSEY OMB CIRCULAR 04-04

The Honorable President and
Members of Board of Education
Borough of Woodbine School District
County of Cape May,
New Jersey

Compliance

We have audited the compliance of the Board of Education of the Borough of Woodbine School District in the County of Cape May, State of New Jersey, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2010. Borough of Woodbine 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 Borough of Woodbine Board of Education's management. Our responsibility is to express an opinion on Borough of Woodbine 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; standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey, OMB Circular A-*133 Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about Borough of Woodbine 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 Borough of Woodbine Board of Education's compliance with those requirements.

As described in findings 10-7 and 10-8 in the accompanying schedule of findings and questioned costs, the Borough of Woodbine School District did not comply with requirements regarding reporting that are applicable to its Special Education Cluster, Title I Cluster, State Fiscal Stabilization Cluster and State Aid – Public. Compliance with such requirements is necessary, in our opinion, for the Borough of Woodbine School District to comply with the requirements to those programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the Borough of Woodbine Board of Education School District, in the County of Cape May, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2010.

Internal Control Over Compliance

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

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

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

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

Ford, Scott & Associates, L.L.C.

FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Glen J. Ortman
Certified Public Accountant
Licensed Public School Accountant
No. 853

January 18, 2011

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2010

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	(Accounts Receivable) at June 30, 2010	Deferred Revenue at June 30, 2010	Due to Grantor at June 30, 2010
U.S. Department of Education														
Passed-Through State Department Education:														
General Fund:														
State Fiscal Stabilization Cluster:														
ARRA - SFSF - ESF	84.394	N/A	$ 391,045	7/1/2009	6/30/2010	$	$	$ 391,045.00	$ (391,045.00)	$	$	$	$	
ARRA - SFSF - GSF	84.397	N/A	15,138	7/1/2009	6/30/2010			15,138.00	(15,138.00)					
Total State Fiscal Stabilization Cluster								406,183.00	(406,183.00)					
Medical Assistance Program (Medicaid)	93.778	N/A	4,692	7/1/2009	6/30/2010			4,398.38	(4,691.60)			(293.22)		
Total General Fund						-	-	410,581.38	(410,874.60)	-	-	(293.22)	-	-
Special Revenue Fund:														
Title I Cluster														
Title I	84.010	NCLB 09	220,646	9/1/2008	8/31/2009	22,312.16		5,517.00	(27,829.16)	599.00			289.50	309.50
Title I	84.010	NCLB 10	219,224	9/1/2009	8/31/2010			211,240.00	(193,524.51)			(7,984.00)	25,699.49	
ARRA Title I	84.389	NCLB 10	133,428	9/1/2009	8/31/2011			60,482.00	(113,704.41)			(72,946.00)	19,723.59	
Total Title I Cluster									(335,058.08)					
School Improvement Cluster														
Title I SIA Carryover	84.010	NCLB 08	14,506	9/1/2007	8/31/2008	14,506.00			(5,873.66)					8,632.34
Title I SIA Carryover	84.010	NCLB 04	9,463	9/1/2003	8/31/2004	4,171.00					(4,171.00)			-
ARRA Title I SIA	84.378	NCLB 10	9,317	9/1/2009	8/31/2011			1,124.00	(1,323.91)			(8,193.00)	7,993.09	
Total School Improvement Cluster									(7,197.57)					
Title IIA	84.281	NCLB 10	28,386	9/1/2008	8/31/2010			8,351.00	(23,875.94)	(41.74)		(20,035.00)	4,468.32	
Title IIA	84.281	NCLB 09	29,394	9/1/2008	8/31/2009	(4,376.63)			(41.74)	41.74		(4,376.63)		
Title IID	84.281	NCLB 10	2,181	9/1/2009	8/31/2010							(2,181.00)	2,181.00	
Title IV	84.186	NCLB 08	4,139	9/1/2007	8/31/2008	1,606.76			(258.82)					1,347.94
Title IV	84.186	NCLB 09	3,093	9/1/2008	8/31/2009	-		3,093.00	(3,035.50)			-		57.50
Title IV	84.186	NCLB 10	2,842	9/1/2009	8/31/2010				(2,099.05)			(2,842.00)	742.95	
Special Education Cluster														
I.D.E.A. Part B, Basic Regular	84.027A	FT 10	97,749	9/1/2009	8/31/2010			97,749.00	(97,747.40)				1.60	
I.D.E.A. Part B, Basic Regular	84.027A	FT 03	82,117	9/1/2002	8/31/2003	2,861.00					(2,861.00)			-
I.D.E.A. Part B, Basic Regular	84.027A	FT 04	90,873	9/1/2003	8/31/2004	466.00					(466.00)			-
I.D.E.A. Part B, Basic Regular	84.027A	FT 07	95,202	9/1/2006	8/31/2007	11,096.00					(11,096.00)			-
ARRA I.D.E.A. Part B, Basic	84.391	FT 10	74,665	9/1/2009	8/31/2011			53,842.00	(44,930.10)			(20,823.00)	29,734.90	
Total Special Education Cluster									(142,677.50)					
Access Collaborative Equity Plus (ACE+)	84.318	100-034-5060-071	100,000	8/1/2005	7/31/2006	4,631.00								4,631.00
ARRA Cafeteria Equipment Grant	10.579	N/A	9,693	9/1/2009	8/31/2010			9,693.00	(9,693.00)					
Safe Schools Healthy Students	16.732	N/A	11,089	8/1/2007	7/31/2008	(973.00)						(973.00)		
21st Century Program	84.287c	07-EK09-H05	57,803	7/1/2007	6/30/2008	(16,491.14)		185.00				(16,306.14)		
21st Century Program	84.287c	07-EK09-H05	58,000	7/1/2008	6/30/2009	7,474.64		4,606.00	(12,080.64)			-	-	
ARRA Talent 21	84.386A	10-100-034-5060-105-H300	165,801	4/1/2010	9/15/2011				(44,653.75)			(165,801.00)	121,147.25	
U.S. Department of Education														
Passed-through State Department of Education:														
New Jersey Fresh Fruit & Vegetables	10.582	N/A	15,272	7/1/2008	6/30/2009	(1,265.79)		5,922.50	(637.45)	(209.41)			3,809.85	
New Jersey Fresh Fruit & Vegetables	10.582	N/A	16,505	7/1/2009	6/30/2010			16,505.00	(16,714.41)	209.41				
Total Special Revenue Fund						46,018.00	-	478,309.50	(598,023.45)	599.00	(18,594.00)	(322,460.77)	215,791.54	14,978.28

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

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2010

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	(Accounts Receivable) at June 30, 2010	Deferred Revenue at June 30, 2010	Due to Grantor at June 30, 2010
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Enterprise Fund:														
National School Lunch Program	10.555	N/A	$ 74,541	7/1/2009	6/30/2010	$ -	$ -	$ 66,890.79	$ (74,540.67)	$ -	$ -	$ (7,649.88)	$ -	$ -
National School Lunch Program	10.555	N/A	70,670	7/1/2008	6/30/2009	(4,945.01)		4,945.01				-		
National School Breakfast Program	10.553	N/A	25,251	7/1/2008	6/30/2009	(1,762.02)		1,762.02				-		
National School Breakfast Program	10.553	N/A	23,350	7/1/2009	6/30/2010			20,414.72	(23,350.26)			(2,935.54)		
National School Snack Program	10.555	N/A	4,178	7/1/2009	6/30/2010			4,052.24	(4,178.04)			(125.80)		
Food Distribution Program	10.550	N/A	16,124	7/1/2009	6/30/2010			16,123.64	(16,123.64)			-		
Total Enterprise Fund						(6,707.03)	-	114,188.42	(118,192.61)	-	-	(10,711.22)	-	-
Total Federal Financial Awards						$ 39,310.97	$ -	$ 1,003,079.30	$ (1,127,090.66)	$ 599.00	$ (18,594.00)	$ (333,465.21)	$ 215,791.54	$ 14,978.28

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

BOROUGH OF WOODBINE SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2010

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2009 Deferred Revenue (Accts Receivable)	Balance at June 30, 2009 Due to Grantor	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2010 (Accounts Receivable)	Balance at June 30, 2010 Deferred Revenue/	Balance at June 30, 2010 Due to Grantor at	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
State Department of Education																
General Fund:																
Special Education Categorical Aid	10-495-034-5120-089	$ 124,992	7/1/2009	6/30/2010	$	$	$	$ 124,992.00	$ (124,992.00)	$	$	$	$	$	$ (10,842.35)	$ 124,992.00
Equalization Aid	10-495-034-5120-078	1,832,404	7/1/2009	6/30/2010				1,832,404.00	(1,832,404.00)						(194,184.95)	1,832,404.00
Security Aid	10-495-034-5120-084	96,007	7/1/2009	6/30/2010				96,007.00	(96,007.00)						(8,328.06)	96,007.00
Adjustment Aid	10-495-034-5120-085	422,683	7/1/2009	6/30/2010				422,683.00	(422,683.00)						(36,665.36)	422,683.00
Categorical Transportation Aid	10-495-034-5120-014	167,922	7/1/2009	6/30/2010				167,922.00	(167,922.00)						(14,566.28)	167,922.00
Extraordinary Aid	09-100-034-5120-473	345	7/1/2008	6/30/2009	(345.00)			345.00				-				345.00
Additional Transportation Aid	10-100-034-5120-014	3,394	7/1/2009	6/30/2010					(3,394.00)			(3,394.00)				3,394.00
Additional Transportation Aid	09-100-034-5120-014	3,104	7/1/2008	6/30/2009	(3,104.00)			3,104.00				-				3,104.00
Reimbursed TPAF Social Security Contributions	10-495-034-5095-051	136,243	7/1/2009	6/30/2010				129,316.40	(136,243.03)			(6,926.63)				136,243.03
Reimbursed TPAF Social Security Contributions	09-495-034-5095-006	119,636	7/1/2008	6/30/2009	(6,172.31)			6,172.31				-				119,636.45
Total General Fund					(9,621.31)	-	-	2,782,945.71	(2,783,645.03)	-	-	(10,320.63)	-	-	(264,587.00)	2,906,730.48
Special Revenue Fund:																
Early Childhood Program Aid	08-495-034-5120-025	190,020	7/1/2007	6/30/2008	481.08		(481.08)						-			189,538.92
Preschool Education Aid	10-495-034-5120-086	312,540	7/1/2009	6/30/2010			481.08	312,414.00	(299,003.17)	126.92			14,018.83		(31,254.00)	312,540.00
Early Launch to Learning Initiative	07-495-034-5120-062	54,000	7/1/2006	6/30/2007	(3,001.00)							(3,001.00)				54,000.00
Garden State Distance Learning		1,000	7/1/2007	6/30/2008	995.73				(547.80)				447.93			552.07
NJ Insured for Sure		12,500	7/1/2009	6/30/2010				12,500.00	(5,127.50)				7,372.50			
Total Special Revenue Fund					(1,524.19)	-	-	324,914.00	(304,678.47)	126.92	-	(3,001.00)	21,839.26	-	(31,254.00)	556,630.99
State Department of Agriculture:																
Enterprise Fund:																
National School Lunch Program (State Share)	10-100-010-3360-023	2,988	7/1/2009	6/30/2010				2,686.08	(2,987.94)			(301.86)	-	-	-	2,987.94
National School Lunch Program (State Share)	09-100-010-3360-023	2,919	7/1/2008	6/30/2009	(202.30)			202.30				-	-	-	-	2,919.24
National School Breakfast Program (State Share)	10-100-010-3350-021	1,510	7/1/2009	6/30/2010				1,326.50	(1,510.20)			(183.70)				1,510.20
National School Breakfast Program (State Share)	09-100-010-3350-021	1,576	7/1/2008	6/30/2009	(109.10)			109.10				-	-	-	-	1,575.90
Total Enterprise Fund					(311.40)	-	-	4,323.98	(4,498.14)	-	-	(485.56)	-	-	-	8,993.28
Total State Financial Assistance					$ (11,456.90)	$ -	$ -	$ 3,112,183.69	$ (3,092,821.64)	$ 126.92	$ -	$ (13,807.19)	$ 21,839.26	$ -	$ (295,841.00)	$ 3,472,354.75

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

BOROUGH OF WOODBINE SCHOOL DISTRICT
K-5 NOTES TO THE SCHEDULES OF EXPENDITURES 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, Borough of Woodbine School District. The Board of Education is defined in Note 1 (A) to the Board's basic financial statements. All federal 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 on the budgetary basis of accounting with the exception of programs recorded in the enterprise 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 basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $6,063.00 for the general fund and $5,076.04 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	TPAF Pension	Total
General Fund	$ 410,874.60	$ 2,891,448.03	$ (101,740.00)	$ 3,200,582.63
Special Revenue Fund	603,225.49	318,571.30		921,796.79
Food Service Fund	102,068.97	4,498.14		106,567.11
	$ 1,116,169.06	$ 3,214,517.47	$ (101,740.00)	$ 4,228,946.53

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements, but are not considered in the major program determination.

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

NOTE 6. ADJUSTMENTS

The District has instances where a grant period overlaps fiscal years and the grant has not closed out at the end of the current fiscal year. In addition, local contributions are reflected as adjustments. The following adjustments were a result of final grant payments being rounded by the grantor, prior encumbrances being canceled and grantor cost disallowances from a prior period. The total adjustment was $725.92.

BOROUGH OF WOODBINE SCHOOL DISTRICT
K-6 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unqualified Opinion issued on the Basic Financial Statements, dated January 18, 2011.
Internal control over financial reporting:	
1) Material weakness identified?	Yes
2) Significant deficiencies?	None Reported
Noncompliance material to basic financial statements noted?	Yes

Federal Awards

Internal control over major programs:	
1) Material weakness identified?	No
2) Significant deficiencies?	No
Type of auditor's report issued on compliance for major programs:	An Qualified Opinion was issued on compliance for major programs, dated January 18, 2011
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133?	Yes

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster
	Special Education Cluster
84.027	IDEA Basic Part A
84.391	ARRA IDEA Basic
	Title I Cluster
84.010	Title I
84.389	ARRA Title I
	State Fiscal Stabilization Cluster
84.394	ARRA ESF
84.397	ARRA GSF

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

Auditee qualified as low-risk auditee? No

BOROUGH OF WOODBINE SCHOOL DISTRICT
K-6 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010
(CONTINUED)

I. SUMMARY OF AUDITOR'S RESULTS (Continued)

State Awards

Dollar threshold used to distinguish between type A and type B Programs:	$300,000
Type of auditor's report issued on compliance for major programs:	An Qualified Opinion was issued on compliance for major programs, dated January 18, 2011
Internal control over major programs:	
1) Material weakness identified?	No
2) Significant deficiencies?	Yes
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04?	Yes
Auditee qualified as low-risk auditee?	No

Identification of major programs:

GMIS Numbers	Name of State Program
10-495-034-5120-078	Equalization Aid
10-495-034-5120-089	Special Education Categorical Aid
10-495-034-5120-084	Categorical Security Aid
10-495-034-5120-085	Adjustment Aid

II. FINANCIAL STATEMENT FINDINGS

Finding 10-2 *:
The District was unable to prepare a complete set of financial statements, including related disclosures.

Criteria
Entities are required to employ or contract with an individual or consultant with sufficient knowledge and experience to accurately prepare a complete set of financial statements including related disclosures.

Condition
The District was unable to prepare a complete set of financial statements, including related disclosures.

Questioned Costs
None

Context
Not determinable

Cause
The District does not currently employ or contract with an individual or consultant with the training and experience to prepare a complete set of financial statements including related disclosures.

Effect
District personnel are unable to provide the Board with year end financial reports including related disclosures that are in compliance with generally accepted accounting principles.

Recommendation
That District personnel receive additional training in financial statement preparation including all related disclosures.

Finding 10-3 *:
The District's internal account balances were not reconciled.

Criteria
The Board of Education is required to reconcile amounts due to and from other funds.

Condition
The District's internal account balances were not reconciled.

Questioned Costs
The questioned costs related to this finding is $63,902.06.

Context
Not determinable

Cause
The Board Administrator did not monitor activity posted to the interfund accounts.

II. FINANCIAL STATEMENT FINDINGS (Continued)

Finding 10-3 *(Continued):

Effect
By not reconciling the internal receivable and liability accounts, the potential exists for a misstatement of the District's financial statements.

Recommendation
That internal accounts be liquidated and going forward be reconciled on a monthly basis.

III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

Federal:

Finding 10-7:
The district is not maintaining proper workpapers regarding reimbursements and expenditures as they are reported in the EWEG system.

Federal Program Information:
84.027 IDEA Basic; 84.391 ARRA IDEA Basic; 84.010 Title I; 84.389 ARRA Title I; 84.394 ARRA ESF; 84.397 ARRA GSF: Department of Education

Criteria
The District is required to maintain proper workpapers regarding reimbursements and expenditures as they are reported in the EWEG system.

Condition
The District was unable to provide the EWEG reports showing the reimbursements requested and the expenditures associated with the requests. They were unable to provide copies of the required 1512 reports.

Questioned Costs
The questioned costs are $748,438.65.

Context
Not determinable

Cause
The District did not maintain a copy of the workpapers or the required reports.

Effect
The amount reported could not be verified to the District's records.

Recommendation
The Business Administrator should ensure that the amounts that are reported in the EWEG system match the expenditures and reimbursements requested and maintain copies of the EWEG and Edmunds reports.

III. FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (Continued)

State:

Finding 10-8:
The District improperly charged 2009-10 Preschool Education expenditures in the Special Revenue Fund to a future Preschool entitlement. Audit adjustments were necessary to properly classify the expenditures to the other Preschool balances in the Special Revenue Fund and to budget lines in the General Fund. The result of these reclassifications was individual line item overexpenditures in both the General and Special Revenue Funds. In addition, the reclassifications in the General Fund caused an Unreserved General Fund Deficit to exist at June 30, 2010.

State Program Information
Core Curriculum Standards Aid; GMIS No. 495-034-5120-022; Supplemental Core Curriculum Standards Aid; GMIS No. 495-034-5120-023; Special Education Aid; GMIS No. 495-034-5120-008; Stabilization Aid; GMIS No. 495-034-5120-030; Consolidated Aid; GMIS No. 08-495-034-5120-034; Full-Day Kindergarten Supplemental Aid; GMIS No. 495-5120-074; State Department of Education.

Criteria
The District is not permitted to incur expenditures in excess of the amounts appropriated.

Condition
As a result of reclassifying expenditures of $71,531.94 from the Special Revenue Fund for to the General Fund there were four budget lines that were overexpended and a deficit in the General Fund Unrestricted Balance was created.

Questioned Costs
The questioned costs related to this finding is $71,531.94.

Context
Four budget line items were identified as overexpended and a deficit Unrestricted Fund Balance was created.

Cause
The District expended funds for an additional preschool class in the Special Revenue Fund that exceeded the allocation and that had to be reclassified to the General Fund.

Effect
Noncompliance with state requirements.

Recommendation
The District should charge expenditures to current year grant allotments and carryover balances in order to avoid reclassification of expenditures that cause budgetary line item overexpenditures.

An asterisk (*) indicates a prior year finding.

BOROUGH OF WOODBINE SCHOOL DISTRICT
K-7 SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

STATUS OF PRIOR YEAR FINDINGS

Financial Statement Findings:

Finding 09-4:
The District was unable to prepare a complete set of financial statements, including related disclosures.

Criteria
Entities are required to employ or contract with an individual or consultant with sufficient knowledge and experience to accurately prepare a complete set of financial statements including related disclosures.

Condition
The District was unable to prepare a complete set of financial statements, including related disclosures.

Questioned Costs
None

Context
Not determinable

Cause
The District does not currently employ or contract with an individual or consultant with the training and experience to prepare a complete set of financial statements including related disclosures.

Effect
District personnel are unable to provide the Board with year end financial reports including related disclosures that are in compliance with generally accepted accounting principles.

Recommendation
That District personnel receive additional training in financial statement preparation including all related disclosures.

Current Status
This continues to be a finding.

Finding 09-5:
The District's internal account balances were not reconciled.

Criteria
The Board of Education is required to reconcile amounts due to and from other funds.

Condition
The District's internal account balances were not reconciled.

Questioned Costs
None

Context
Not determinable

BOROUGH OF WOODBINE SCHOOL DISTRICT
K-7 SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(CONTINUED)

STATUS OF PRIOR YEAR FINDINGS (Continued)

Financial Statement Findings (Continued):

Finding 09-5 (Continued):

Cause
The Board Administrator did not monitor activity posted to the interfund accounts.

Effect
By not reconciling the internal receivable and liability accounts, the potential exists for a misstatement of the District's financial statements.

Recommendation
That internal accounts be reconciled on a monthly basis.

Current Status
This continues to be a finding.

Federal Awards and State Financial Assistance Findings

State

Finding 09-10:
A budget line item was identified as overexpended.

State Program Information
Core Curriculum Standards Aid; GMIS No. 495-034-5120-022; Supplemental Core Curriculum Standards Aid; GMIS No. 495-034-5120-023; Special Education Aid; GMIS No. 495-034-5120-008; Stabilization Aid; GMIS No. 495-034-5120-030; Consolidated Aid; GMIS No. 08-495-034-5120-034; Full-Day Kindergarten Supplemental Aid; GMIS No. 495-5120-074; State Department of Education.

Criteria
The District is not permitted to incur expenditures in excess of the amounts appropriated.

Condition
A budget line item was identified as overexpended.

Questioned Costs
Not determinable.

Context
Two budget line items were identified as overexpended.

Cause
Several expenditures were not recorded in the general ledger and when posted as an audit adjustment the line items were overexpended.

STATUS OF PRIOR YEAR FINDINGS (Continued)

Federal Awards and State Financial Assistance Findings (Continued)

State (Continued)

Finding 09-10 (Continued):

Effect
Noncompliance with state requirements.

Recommendation
That the District ensure that all expenditures are properly posted at year end.

Current Status
This finding was corrected.

Finding 09-11 *:
No SEMI reimbursement claims were received during the fiscal year.

State Program Information
Core Curriculum Standards Aid; GMIS No. 495-034-5120-022; Supplemental Core Curriculum Standards Aid; GMIS No. 495-034-5120-023; Special Education Aid; GMIS No. 495-034-5120-008; Stabilization Aid; GMIS No. 495-034-5120-030; Consolidated Aid; GMIS No. 08-495-034-5120-034; Full-Day Kindergarten Supplemental Aid; GMIS No. 495-5120-074; State Department of Education.

Criteria
As a criteria for receiving State Aid the District is required to implement a number of efficiency standards including taking steps to maximize participation in the Special Education Medicaid Initiative (SEMI) program.

Condition
No SEMI reimbursement claims were submitted during the fiscal year.

Questioned Costs
Not determinable.

Context
Based on State estimates, the District could receive approximately $18,000.00 in SEMI reimbursements.

Cause
The Business Administrator failed to ensure that the required filings were made.

Effect
The District is not maximizing it's use of the program and is foregoing reimbursements for which it is eligible.

BOROUGH OF WOODBINE SCHOOL DISTRICT
K-7 SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(CONTINUED)

STATUS OF PRIOR YEAR FINDINGS (Continued)

Federal Awards and State Financial Assistance Findings (Continued)

Finding 09-11 (Continued):

Recommendation
That the District ensure that all SEMI claims are submitted in a timely manner.

Current Status
This finding was corrected.