FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2012

Prepared by: Sean Boyce CPA
Business Office

COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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INTRODUCTORY SECTION

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

Sean P. Boyce, CPA
Assistant Superintendent for
Business Administration/
Board Secretary

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(732) 792-7300 ext. 8519
Fax: (732) 446-5192

November 30, 2012

Honorable President and
Members of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey

Dear Board Members:

We are pleased to present to you the Comprehensive Annual Financial Report (CAFR) of the Freehold Regional High School District (District) for the fiscal year ended June 30, 2012. 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 (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. This report will provide the taxpayers of the Freehold Regional High School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs.

The Comprehensive Annual Financial Report is presented in four sections as follows:

- The Introductory Section contains this Letter of Transmittal, List of Principal Officials, and an Organizational Chart of the School District;
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal revenue and debt capacities and other operating information of the School District;
- The Single Audit Section - The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the State Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the independent auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, are included in the single audit section of this report.

Reporting Entity

The Freehold Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board's (GASB) as established by Statement No. 39. All funds of the District are included in this report. The Freehold Regional High School District Board of Education and its six high schools constitute the District's reporting entity.

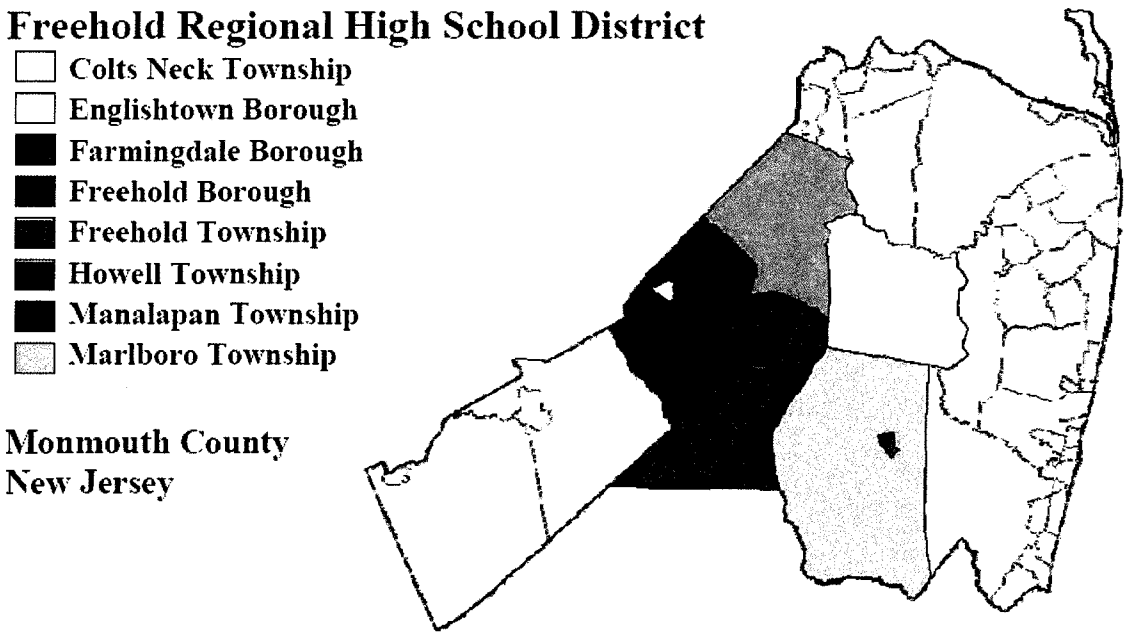
School District Organization

The Freehold Regional High School District, the largest limited-purpose regional high school district in the state, is one of 56 school districts in Monmouth County. The School District provides education to students in grades nine through twelve.

An elected nine-member Board of Education (the "Board") serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures which serve as the basis for control over and authorization for all expenditures of School District tax money.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Assistant Superintendent for Business/Board Secretary is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

Geographically, the District is comprised of the Townships of Colts Neck, Freehold, Howell, Manalapan and Marlboro and the Boroughs of Englishtown, Farmingdale and Freehold. Established in 1953, the District's total area is 198 square miles. Of the 11,570 resident students, 11,549 students are enrolled in one of the Freehold Regional High School District's six high schools.



Economic Condition and Outlook

Monmouth County is steeped in history from pre-revolutionary times to the present day. Rich in natural resources, Monmouth's deep forests, rolling countryside and miles of beautiful sandy beaches offer a perfect backdrop for the vast variety of recreational, cultural and leisure opportunities in the area. The County has horse country and thriving agricultural industry in the west, beaches and seaside resorts in the east, and a booming business community throughout. The Freehold Regional High School District serves students from a wide range of socioeconomic backgrounds.

Monmouth County is located in the center of the state approximately 47 miles south of New York City and 55 miles east of Philadelphia. Newark Liberty International Airport is just 40 minutes away. The public and private

transportation systems include more than 2,600 miles of rails and roads, making the County accessible to virtually all of New Jersey as well as nearby New York and Philadelphia.

The district continues to strive for the efficient delivery of highly valued programs and services to the students of this community. The development of the 2011-2012 annual school budget considered the long term implications of significant economic challenges including the recession's impact on our residents' capacity to shoulder additional tax burden, the eventual loss of federal stimulus and education jobs funding, and the uncertainty of state aid for public education. In order to mitigate these challenges, the district sought to manage surplus so as to stabilize the resources available to support the programs and services our community has come to expect. In addition to forgoing the property tax increase allowed by law in 2011-2012, the district provided for revenue in the 2012-2013 budget via reservation of surplus. The results of operations for 2011-2012 honored that commitment, as well as generated a consistent amount of surplus to support the 2013-2014 annual school budget.

Prudent management of district surplus alone is unlikely to fully address the national economic condition. Fortunately, the current state budget represents a renewed commitment to funding public education and, equally as important, a distinctly different approach to the allocation of state resources earmarked for school aid. The state's implementation of the existing school aid funding formula resulted in an additional $3 million in state aid for 2012-2013, along with a commitment to continue the transition to full compliance with the formula over the succeeding four years. This encouraging development, along with the district's commitment to making surplus available for future budgets, provides a degree of financial stability when planning future educational programs.

Educational Program

The District meets advanced academic needs through a wide assortment of accelerated and Advanced Placement classes at each high school. The District also hosts six unique specialized learning centers for highly motivated and gifted students in particular subject disciplines. All students from the region may apply for competitive admission. Specialized learning centers operate in the areas of Business Administration, Contemporary Global Issues, Humanities, Law and Public Services, Medical Sciences, and Science and Engineering.

The District also operates several academies designed to provide students with career exploration, employment skills, and college readiness. Academy programs include Animal and Botanical Sciences, Computer Science, Culinary Arts/Hospitality Management (with its own licensed and student-operated restaurant), Fine and Performing Arts, Law Enforcement and Public Safety, and Navy Junior ROTC.

In addition to these specialized magnet programs the District also participates in cooperative dual education programs and articulation agreements with colleges, universities and trade schools across the country. District students also have the opportunity to receive credit for independent study and other specialized opportunities in areas in which they harbor unique talents and skills.

We have much to be proud of at the Freehold Regional High School District. Our staff works diligently to meet all expectations and continue to raise the bar of academic excellence for all students. We are also very fortunate to have so many talented and enthusiastic students. FRHSD students excel in both academics and extra-curricular activities. High school proficiency tests and PSAT, SAT scores consistently exceed state averages. Freehold Regional High School District students score Advance Proficient on the HSPA at a rate of 12% higher in both math and language arts literacy when compared to schools within our socioeconomic grouping. Our students score more than 40% higher than the state Advanced Proficient average in both math and language arts literacy. In addition to balancing rigorous academic programs and extensive involvement in sports and/or extra-curricular activities, our students demonstrate a strong commitment to volunteerism and community service.

Major Initiatives

Strategic Planning

The Freehold Regional High School District's strategic planning process began with the opening of the 2011-2012 school year. At that time, Superintendent Charles Sampson engaged the Board of Education Community Relations Committee and leadership teams in conversations about the district's prior mission statement, as well as the red zones and bright spots we find on the path toward the fulfillment of that mission.

In October and November of 2011, the Strategic Planning Steering Committee convened to forge the raw materials flowing from those earlier conversations into a planning framework--a new mission for the district, complete with goals and strategies to guide district and school planning and projects.

Throughout the winter of 2011-2012, the district publicized the framework throughout the schools and community, and sought participation in the action planning process. This effort culminated in a town hall meeting at the Freehold Township Municipal Building.

Action planning--identifying specific procedures under each strategy--began in March with over 100 stakeholder volunteers. Staff, students, and parents worked in countless meetings and through online tools to draft our action plans, which were completed in May. The culmination of this effort is a concise, measurable plan of action that serves to refine our focus and direct our energy and resources. The community is invited to track the progress of the strategic plan at http://compass.frhsd.com/.

Capital Planning

The district is proceeding with the establishment of a capital plan that addresses the needs of the facilities without draining resources from the instructional program. State law allows government agencies to make energy related improvements to their facilities and pay for the costs using the value of energy savings that result from the improvements. Under the recently enacted Chapter 4 of the Laws of 2009, the "Energy Savings Improvement Program" (ESIP), provides all government agencies in New Jersey with a flexible tool to improve and reduce energy usage with minimal expenditure of new financial resources.

Acknowledgements and Achievements

Among the district's many achievements:

- QSAC designation as "High Performing" District
- National recognition by The College Board for Advanced Placement Opportunity and Scoring
- Model Program Awards for Bilingual/ESL and Arts Education programs.
- Exemplary Program designation by New Jersey School Boards Association for Medical Sciences Learning Center
- Over $40 million in college scholarships earned in 2011-2012
- Newsweek magazine's 2012 America's Top 1,000 High Schools list – Freehold High School, Freehold Township High School, Marlboro High School
- New Jersey Department of Education Reward School designation – Manalapan High School

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

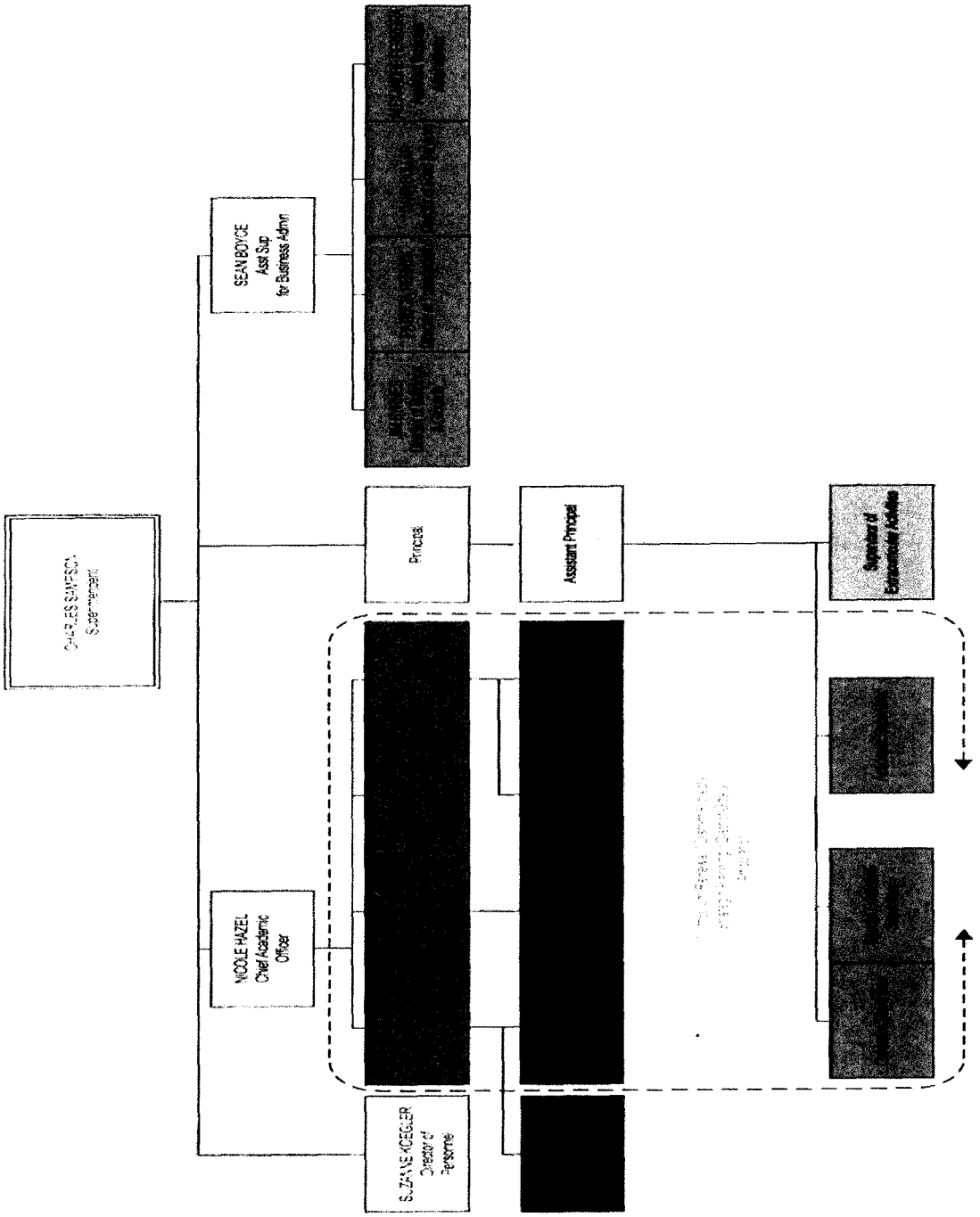
Respectfully submitted,

Charles Sampson, Superintendent of Schools

Sean Boyce CPA, Assistant Superintendent for Business

FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION
ENGLISHTOWN, NEW JERSEY

TABLE OF ORGANIZATION
JUNE 30, 2012



FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION
ENGLISHTOWN, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2012

Members of the Board of Education	**Term Expires**
Harold Moses, President	2012
Jennifer Sutera, Vice President	2012
Carl Accettola	2014
William Bruno	2012
Elizabeth Canario	2013
Kathie Lavin	2013
Ronald G. Lawson	2013
Michael Messinger	2014
Maryanne Tomazic	2014

Other Officials

Charles Sampson, Superintendent of Schools

Sean Boyce, Assistant Superintendent for Business Administration/Board Secretary

John Comegno, Esq., Solicitor

FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION
CONSULTANTS AND ADVISORS
JUNE 30, 2012

Audit Firm
Suplee, Clooney & Company
308 East Broad Street
Westfield, NJ 07090

Attorney
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Comegno Law Group, P.C.
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Official Depository
Bank of America
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Freehold, New Jersey 07728

FINANCIAL SECTION

SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Telephone 908-789-9300 Fax 908-789-8535
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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey 07726

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Freehold Regional High School District, County of Monmouth, New Jersey as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, the provisions of U. S. Office of Management and Budget (OMB) Circular A-133 "Audits of State, Local Governments and Non-Profit Organizations" and State of New Jersey OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic 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 basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Freehold Regional High School District, County of Monmouth, New Jersey as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2012 on our consideration of the Freehold Regional High School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Budgetary Comparison Information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the Freehold Regional High School District's financial statements that collectively comprise the basic financial statements. The accompanying supplementary information schedules such as the combining and individual fund financial statements and the Schedules of Expenditures of Federal and State Awards, as listed in the table of contents, as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Nonprofit Organization," New Jersey's OMB Circular NJOMB 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and State of New Jersey, Department of Education, Division of Finance are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Freehold Regional High School District, County of Monmouth, New Jersey. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The accompanying other information, such as the introductory and statistical sections, is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Suplee Clooney & Company
CERTIFIED PUBLIC ACCOUNTANT

Robert W. Smith
PUBLIC SCHOOL ACCOUNTANT NO. 948

November 30, 2012

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REQUIRED SUPPLEMENTARY INFORMATION – PART I

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED

The discussion and analysis of Freehold Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2012. 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. Certain comparative information between the current fiscal year (2011-2012) and the prior fiscal year (2010-2011) is presented in the MD&A.

Financial Highlights

Key financial highlights for 2012 are as follows:

- In total, net assets of governmental activities increased $6,432,766, which represents a 8.1 percent increase from 2011. Net assets of business-type activities decreased $205,660, which represents a 22.3 percent decrease from 2011. The change in net assets reflects the net effect of the payment of debt principle, and the addition of fund balance to be used to support future budgets.

- General revenues accounted for $189,105,371 in revenue, or 99.6 percent of all governmental activities revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for $722,989, or .4 percent of total revenues of $189,828,361.

- Total assets increased by $3,205,473 as cash and cash equivalents increased by $4,719,961. The increase represents the net impact of federal Ed Jobs receivables and the provision of fund balance to be used to support future budgets.

- The School District had $183,395,595 in governmental activity expenses; only $722,989 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of $189,105,371 were adequate to provide for these programs.

- Among governmental funds, the General Fund had $180,899,380 in revenues and $173,224,825 in expenditures. The General Fund's fund balance increased $7,674,555 from 2011.

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 Freehold Regional High 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 focus of governmental accounting differs from that of business enterprises. In government, the financial statement user is concerned with determining accountability for funds, evaluating operating results, and assessing the level of service that can be provided by the government along with its ability to meet obligations as they become due. In comparison, the primary emphasis in the private sector from both an operational and reporting perspective is on the maximization of profits.

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of a whole school district, presenting both an aggregate view of a 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.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

This document looks at all financial transactions and asks the question, "How did we do financially during 2012?" The Statement of Net Assets and the Statement of Activities attempt to 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 account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors. 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, operating maintenance of plant services, student transportation, and extracurricular activities.

- Business-Type Activities - This service is provided on a charge-for-goods-or-services basis to recover all the expenses of the goods or services provided. The Food Service, Extra Curricular and SAT Prep 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 transactions. 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.

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 Basic 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 basic financial statements can be found on pages 30 to 48 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 2012 and 2011.

Table 1
Net Assets

The District's combined net assets were $85,671,496 on June 30, 2012. This was an increase of 7.7 percent from the prior year.

	Governmental Activities		Business-type Activities	
	2012	2011	2012	2011
ASSETS				
Current & Other Assets	$31,308,589	$23,772,960	$863,589	$1,088,168
Capital Assets	99,877,350	103,967,800	89,992	105,119
TOTAL ASSETS	131,185,939	127,740,760	953,581	1,193,287
LIABILITIES				
Long-Term Liabilities	33,480,739	36,486,120		
Other Liabilities	12,033,704	12,015,910	239,293	273,339
TOTAL LIABILITIES	45,514,443	48,502,030	239,293	273,339
NET ASSETS				
Invested in capital assets, net of related debt	64,842,350	65,477,800	89,992	105,119
Restricted	21,024,274	12,809,243		
Unrestricted (Deficit)	(195,128)	951,687	624,296	814,829
TOTAL NET ASSETS	$85,671,496	$79,238,730	$714,288	$919,948

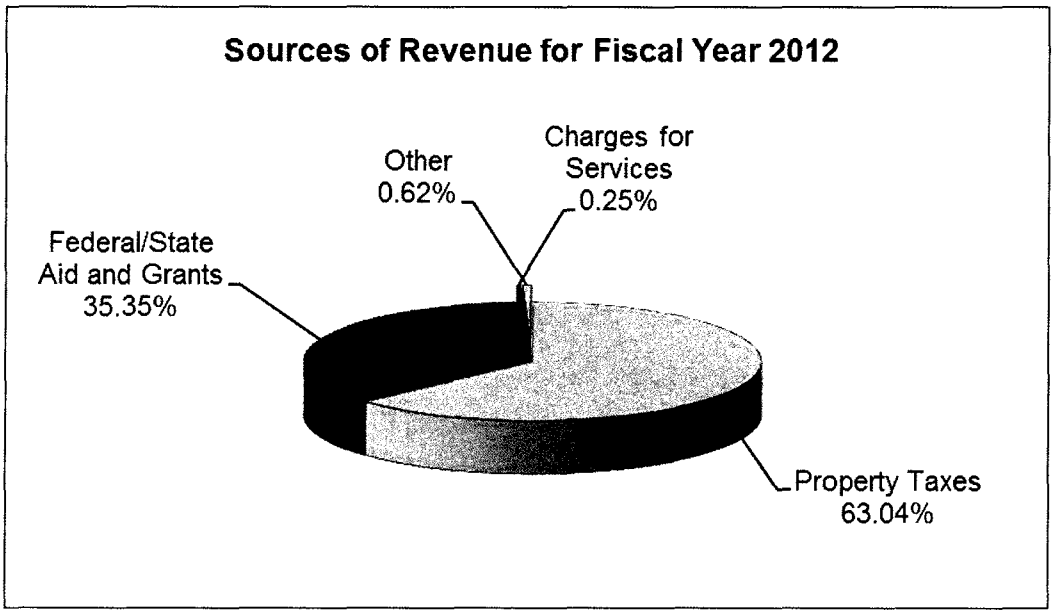
Table 2 shows changes in net assets for fiscal year 2011 and 2012.

Table 2
Changes in Net Assets

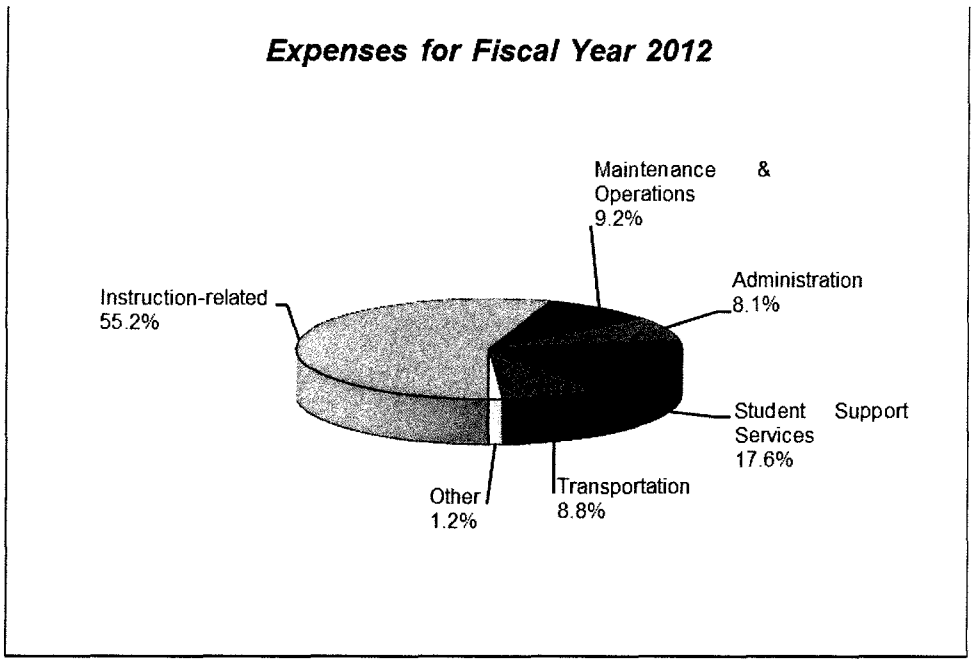
	Governmental Activities		Business-type Activities	
	2012	2011	2012	2011
Revenues:				
Program Revenues:				
Charges for Services	$254,971	$75,241	$3,194,189	$3,192,827
Operating Grants & Contributions	468,018	609,714	433,012	457,229
General Revenues				
Property Taxes	119,671,515	119,663,191		
Grants (includes State Aid) and Entitlements	68,512,568	60,650,563		
Other Revenues	931,185	597,250		
Disposal of Capital Assets	(9,896)			
	189,828,361	181,595,959	3,627,201	3,650,056
Expenses:				
Instruction	102,143,150	98,636,237		
Pupils and Instructional Staff	32,225,798	31,363,048		
General Administration, School Administration, Central Services Information Technology & Maintenance	30,916,154	30,813,820		
Transportation	16,174,059	15,747,415		
Interest on Long-Term Debt	1,872,820	2,033,833		
Food Service			3,568,347	3,360,076
Other	63,615	49,199	264,514	248,311
Total Expenses	183,395,595	178,643,552	3,832,861	3,608,387
Change in Assets	6,432,766	2,952,407	(205,660)	41,669
Net Assets July 1,	79,238,730	76,286,323	919,948	878,279
Net Assets June 30,	$85,671,496	$79,238,730	$714,288	$919,948

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District levy in excess of the state imposed cap. Property taxes made up 63.0 percent of revenues for fiscal year 2012 and 69.9 percent for fiscal year 2011. Property tax revenues increased by $8,324 which is a 0.1 percent increase over the prior year; while grants and entitlements grew by 12.96 percent primarily from an infusion of federal Ed Jobs funds.



The total cost of all programs and services was $183,395,595. Instruction comprised 55.7 percent of District expenses.



Business-Type Activities

Revenues for the District's business-type activities (food service, extra curricular programs and SAT Prep) were comprised of charges for services and federal and state reimbursements.

- Food service expenditures exceeded revenues by $226,124. This result was consistent with the expectations of the program.

- Charges for services represent $3,194,189 of revenue. This represents $2,909,211 paid by patrons for daily food service, and $284,978 paid by users of the extra curricular and SAT Prep programs. Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfasts, and donated commodities was $433,012.

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 for Governmental Activities. 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 2012	Total Cost of Services 2011	Net Cost of Services 2012	Net Cost of Services 2011
Instruction	$102,143,150	$98,636,237	$101,976,378	$98,560,995
Pupils and Instructional Staff	32,225,798	31,363,048	32,225,798	31,363,048
General Administration, School Administration, Central Services Information Technology & Maintenance	30,916,154	30,813,820	30,827,955	30,712,007
Transportation	16,174,059	15,747,415	16,174,059	15,747,415
Interest on Long-Term Debt	1,872,820	2,033,833	1,404,801	1,525,932
Other	63,615	49,199	63,615	49,199
Total Expenses	$183,395,595	$178,643,552	$182,672,605	$177,958,597

- 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.

- 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.

- Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

- "Other" includes unallocated amortization and transfer to charter school.

The School District's Funds

All governmental funds (i.e., general fund, special revenue 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 $189,774,957 and expenditures were $182,100,402. The net change in fund balance was $7,674,555. 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.

As the graph below illustrates, the largest portion of General Fund expenditures is for salaries. The District is a service entity and as such is labor intensive.

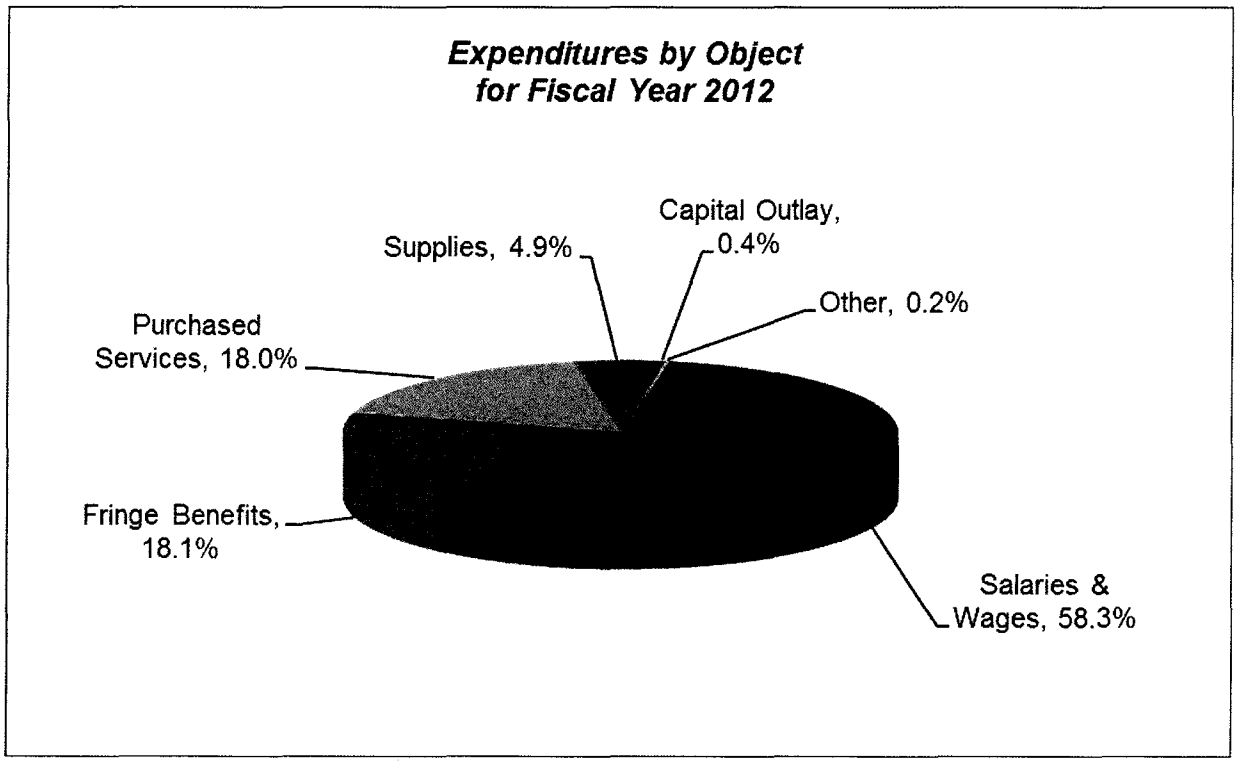


Table 4
Expenditures by Object for the Fiscal Year Ended June 30,

	FY 2012	FY 2011	Percentage Change
Salaries & Wages	$ 96,022,593	$ 90,956,442	5.57%
Fringe Benefits	29,827,387	33,620,672	-11.28%
Purchased Services	29,674,905	27,895,884	6.38%
Supplies	8,066,041	8,530,441	-5.44%
Capital Outlay	710,188	631,272	12.50%
Other	371,178	581,672	-36.19%
Total	$ 164,672,292	$ 162,216,383	1.51%

Expenditures for the combined General and Special Revenue Funds have increased by $2,455,909 million or 1.5% over the prior year.

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 2012, the School District had $99,877,350 invested in land, buildings, and machinery and equipment for governmental purposes and $89,992 for Business-type purposes. Table 5 shows fiscal year 2012 balances compared to 2011.

Table 5
Capital Assets (Net of Depreciation) at June 30,

	FY2012	FY2011
Governmental Activities:		
Land	$446,488	$446,488
Site Improvements	1,221,578	1,311,383
Building and Building Improvements	91,789,064	94,755,597
Machinery and Equipment	6,420,220	7,454,332
Governmental Activities Capital Assets, net	$99,877,350	$103,967,800
Business-Type Activities:		
Food Service Equipment	$89,992	$105,119

Overall capital assets decreased $4,105,577 from fiscal year 2011 to fiscal year 2012. The reason for the decrease in net capital assets is that depreciation of assets exceeded the cost of putting new assets into service. For more detailed information, please refer to Note 7 to the Basic Financial Statements.

Debt Administration

Among the district's outstanding liabilities at June 30, 2012, $2,080,739 is for compensated absences and $35,035,000 of serial bonds for school construction.

Table 6
Outstanding Debt at June 30,

	FY2012	FY2011
2001 General Obligation Bonds	$35,035,000	$38,490,000
Total	$35,035,000	$38,490,000

For more detailed information, please refer to Note 8 to the Basic Financial Statements.

For the Future

- The Freehold Regional High School District is presently in good financial condition. However, many challenges face public education with regard to adequacy of funding. The District is actively collaborating with the community to continue focusing on programs and services that provide the greatest value to the students.
- The implementations of mandates, including professional evaluation models, will continue to drive the allocation of resources.
- It is important that the District continues to support expenditures for capital maintenance of our schools and support facilities.

Contacting the School District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, bond holders, and creditors with a general overview of the District's finances and to show the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Assistant Superintendent for Business Administration at Freehold Regional Board of Education, 11 Pine Street, Englishtown, NJ 07726.

Please visit our website at www.frhsd.com.

BASIC FINANCIAL STATEMENTS

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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.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2012

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 21,661,897	$ 88,848	$ 21,750,745
Receivables,net	5,582,480	754,319	6,336,799
Inventory		20,422	20,422
Deferred Bond Issuance Costs, Net	250,930		250,930
Restricted assets:			-
Restricted cash and cash equivalents	3,813,282		3,813,282
Capital Assets			-
Land	446,488		446,488
Other Capital Assets net of depreciation	99,430,862	89,992	99,520,854
Total Assets	131,185,939	953,581	132,139,520
LIABILITIES			
Accounts Payable	1,763,561	239,293	2,002,854
Accrued Expenses	583,917		583,917
Interfund Payable	365,748	-	365,748
Other Liabilities	2,845		2,845
Deferred Revenue	16,241	-	16,241
Accrued Liability for Insurance Claims	5,666,392		5,666,392
Noncurrent Liabilities:			
Due Within One Year			
Bonds payable	3,635,000		3,635,000
Due Beyond One Year			-
Compensated absences payable	2,080,739		2,080,739
Bonds payable	31,400,000	-	31,400,000
Total Liabilities	45,514,443	239,293	45,753,736
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	64,842,350	89,992	64,932,342
Restricted for:			
Other Purposes	21,024,274		21,024,274
Unrestricted (deficit)	(195,128)	624,296	429,168
Total Net Assets	$ 85,671,496	$ 714,288	$ 86,385,784

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Functions/Programs	Expenses	Programs Revenues: Charges for Services	Programs Revenues: Operating 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	$ 79,320,371	$ 166,772	$ -	$ (79,153,599)	$ -	$ (79,153,599)
Special	13,906,774	-	-	(13,906,774)	-	(13,906,774)
Other Instruction	8,916,004	-	-	(8,916,004)	-	(8,916,004)
Support services:						-
Tuition	13,994,362	-	-	(13,994,362)	-	(13,994,362)
Student & instruction related services	18,231,436	-	-	(18,231,436)	-	(18,231,436)
School administrative services	9,419,268	-	-	(9,419,268)	-	(9,419,268)
General administrative services	2,155,127	-	-	(2,155,127)	-	(2,155,127)
Central service/Admin information technology	3,588,070	-	-	(3,588,070)	-	(3,588,070)
Plant operations and maintenance	15,753,689	88,199		(15,665,490)	-	(15,665,490)
Pupil transportation	16,174,059	-	-	(16,174,059)	-	(16,174,059)
Transfer to Charter School	29,312	-	-	(29,312)	-	(29,312)
Interest on Long-Term Debt	1,872,820		468,018	(1,404,801)	-	(1,404,801)
Unallocated amortization	34,303	-	-	(34,303)	-	(34,303)
Total governmental activities	183,395,595	254,971	468,018 -	(182,672,605)	-	(182,672,605)
Business-type activities						
Food Service Fund	3,568,347	2,909,211	433,012	-	(226,124)	(226,124)
Extra Curricular Fund	238,976	262,776	-	-	23,800	23,800
SAT Prep Program	25,538	22,202			(3,336)	(3,336)
Total business-type activities	3,832,861	3,194,189	433,012 -	-	(205,660)	(205,660)
Total primary government	$ 187,228,456	$ 3,449,160	$ 901,030 -	$ (182,672,605)	$ (205,660)	$ (182,878,265)
General Revenues:						
Taxes:						-
Property taxes, levied for general purposes, net				$ 115,600,253	$ -	$ 115,600,253
Taxes levied for debt service				4,071,262	-	4,071,262
Federal and state aid not restricted				64,262,301	-	64,262,301
Federal and state aid restricted				4,250,267	-	4,250,267
Miscellaneous income				931,185	-	931,185
Disposal of Capital assets				(9,896)	-	(9,896)
Total general revenues and special items				189,105,372	-	189,105,372
Change in net Assets				6,432,766	(205,660)	6,227,106
Net Assets - beginning				79,238,730	$ 919,948	80,158,678
Net Assets ending				$ 85,671,496	$ 714,288	$ 86,385,784

See accompanying notes to financial statements.

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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.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	MAJOR FUNDS				
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ 25,448,718	$ -	$ -	$ -	$ 25,448,718
Cash with Fiscal Agents	26,461	-	-	-	26,461
Other Receivables	216,879	2,316	-	-	219,195
Due From Other Funds	1,453,560	-	-	-	1,453,560
Receivables From Other Governments	3,586,534	1,230,265	134,458	-	4,951,257
Total Assets	$ 30,732,152	$ 1,232,581	$ 134,458	$ -	$ 32,099,191
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 1,457,140	$ 306,421	$ -	$ -	$ 1,763,561
Due to Other Funds	365,748	907,074	134,458	-	1,407,280
Payable to Other Governments	-	2,845	-	-	2,845
Deferred Revenue	-	16,241	-	-	16,241
Accrued Liability for Insurance Claims	5,666,392	-	-	-	5,666,392
Total Liabilities	$ 7,489,280	$ 1,232,581	$ 134,458	$ -	$ 8,856,319
Fund Balances:					
Restricted:					
Capital Reserve	2,113,481	-	-	-	2,113,481
Maintenance Reserve	1,422,840	-	-	-	1,422,840
Emergency Reserve	250,500	-	-	-	250,500
Excess Surplus - Current Year	10,398,960	-	-	-	10,398,960
Excess Surplus - Designated for Subsequent Year's Expenditures	6,838,493	-	-	-	6,838,493
Assigned:					
Encumbrances	114,449	-	-	-	114,449
Designated for Subsequent Year's Expenditures	2,104,149	-	-	-	2,104,149
Total Fund Balances	23,242,872	-	-	-	23,242,872
Total Liabilities and Fund Balances	$ 30,732,152	$ 1,232,581	$ 134,458	$ -	

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:	
The costs associated with the issues of the various bonds are expensed in the governmental funds in the year the bonds are issued but are capitalized on the statement of net assets The bond issuance costs are $628,263 and the accumulated amortization is $377,333	250,930
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. The cost of the assets is $174,979,900 and the accumulated depreciation is $75,102,550	99,877,350
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of	
Bonds payable	(35,035,000)
Accrued interest on bonds	(583,917)
Compensated absences (sick pay and vacations)	(2,080,739)
Net Assets of Governmental Activities	$ 85,671,496

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	MAJOR FUNDS				
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	$ 115,600,253	$ -	$ -	$ 4,071,262	$ 119,671,515
Tuition Charges	166,772	-	-	-	166,772
Interest Earned on Investments	38,940	-	-	-	38,940
Rental Fees	88,199	-	-	-	88,199
Refund of Prior Year Expenditures	429,465	-	-	-	429,465
Athletic Admission Fees	69,310	-	-	-	69,310
Miscellaneous	244,140	86,030	-	-	330,170
Total - Local Sources	116,637,079	86,030	-	4,071,262	120,794,371
State Sources	62,443,540	33,471	-	1,308,238	63,785,249
Federal Sources	1,818,761	3,376,576	-	-	5,195,337
Total Revenues	180,899,380	3,496,077	-	5,379,500	189,774,957
EXPENDITURES					
Current:					
Regular Instruction	50,411,966	2,598,919	-	-	53,010,885
Special Education Instruction	9,709,787	-	-	-	9,709,787
Other Instruction	6,474,132	-	-	-	6,474,132
Support Services and Undistributed Costs:					
Instruction	13,994,362	-	-	-	13,994,362
Student & Instruction Related Services	12,730,873	221,462	-	-	12,952,335
School Administrative Services	6,550,897	-	-	-	6,550,897
General Administration	1,985,654	-	-	-	1,985,654
Central Services & Admin. Technology	2,660,101	-	-	-	2,660,101
Operating Maintenance of Plant Services	12,971,617	-	-	-	12,971,617
Student Transportation Services	13,836,574	-	-	-	13,836,574
Employee Benefits	41,501,836	327,265	-	-	41,829,101
Transfer to Charter School	29,312	-	-	-	29,312
Debt Service:					
Principal	-	-	-	3,455,000	3,455,000
Interest and Other Charges	-	-	-	1,924,500	1,924,500
Capital Outlay	367,714	348,431	-	-	716,145
Total Expenditures	173,224,825	3,496,077	-	5,379,500	182,100,402
Net Change in Fund Balances	7,674,555	-	-	-	7,674,555
Fund Balance, July 1	15,568,317	-	-	-	15,568,317
Fund Balance, June 30	$ 23,242,872	$ -	$ -	$ -	$ 23,242,872

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Total net change in fund balances - governmental funds (from B-2)		$ 7,674,555
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 depreciation exceeded capital outlays in the current fiscal year.		
Depreciation Expense		(4,854,096)
Capital Outlay	716,145	
Add: Insurance Proceeds	63,300	
Less: Capital Outlays not capitalized	(5,903)	
		773,542
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		3,455,000
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The change in accrued interest is an addition to the reconciliation.		57,583
Bond issuance costs are reported in the governmental funds as expenditures in the year the bonds are issued. However, on the statement of activities, the costs are amortized over the life of the bonds		(34,303)
In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed(-).		(9,896)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations & 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.		(629,619)
Change in net assets of governmental activities		$ 6,432,766

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUND
JUNE 30, 2012

	Major Fund		
	Food Service Fund	Non-Major Funds	Totals
ASSETS			
Current Assets:			
Cash and Cash Equivalents	$ 88,848	$ -	$ 88,848
Intergovernmental Receivables	60,587	-	60,587
Other Receivable	327,984	-	327,984
Interfund Receivable	341,948	23,800	365,748
Inventories	20,422	-	20,422
Total Current Assets	839,789	23,800	863,589
Noncurrent Assets:			
Furniture, Machinery & Equipment	510,235	-	510,235
Less Accumulated Depreciation	(420,243)	-	(420,243)
Total Noncurrent Assets	89,992	-	89,992
Total Assets	$ 929,781	23,800	$ 953,581
LIABILITIES			
Current liabilities:			
Accounts Payable	$ 239,293	$ -	$ 239,293
Total Current Liabilities	$ 239,293	$ -	$ 239,293
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	$ 89,992	$ -	$ 89,992
Unrestricted	600,496	23,800	624,296
Total Net Assets	$ 690,488	$ 23,800	$ 714,288

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Major Fund		
	Food Service Fund	Non-Major Funds	Totals
OPERATING REVENUES			
Charges for Services:			
Daily Sales - Non-reimbursable Programs	$ 2,909,211	$ -	$ 2,909,211
Fees for Services	-	284,978	284,978
	2,909,211	284,978	3,194,189
OPERATING EXPENSES			
Cost of Sales	1,163,694	-	1,163,694
Salaries	1,433,973	113,713	1,547,686
Employee Benefits	447,412	-	447,412
Supplies and Materials	103,930	5,260	109,190
Equipment Repair and Maintenance	63,644	-	63,644
Insurance	266,391	-	266,391
Laundry and Uniforms	8,740	-	8,740
Travel	12,300	5,396	17,696
Depreciation	41,096	-	41,096
Licenses	7,486	-	7,486
Miscellaneous	19,681	-	19,681
Facility Rental	-	128,145	128,145
League Fees	-	12,000	12,000
Total Operating Expenses	3,568,347	264,514	3,832,861
Operating Gain/(Loss)	(659,136)	20,464	(638,672)
NONOPERATING REVENUES			
State Sources:			
State School Lunch Program	16,172	-	16,172
Federal Sources:			
National School Lunch Program	311,343	-	311,343
National School Breakfast Program	32,783	-	32,783
Food Distribution Program	72,714	-	72,714
Total Nonoperating Revenues	433,012	-	433,012
Change in Net Assets	(226,124)	20,464	(205,660)
Total Net Assets - Beginning	916,612	3,336	919,948
Total Net Assets - Ending	$ 690,488	$ 23,800	$ 714,288

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Major Fund		
	Food Service Fund	Non-Major Funds	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	$ 2,903,833	$ 284,978	$ 3,188,811
Payments to Employees	(1,438,859)	(264,514)	(1,703,373)
Payments for Employee Benefits	(433,074)	-	(433,074)
Payments to Suppliers	(1,569,579)	-	(1,569,579)
Net Cash Provided by (Used in) Operating Activities	(537,679)	20,464	(517,215)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
State Sources	15,158	-	15,158
Federal Sources	302,147	-	302,147
Transfers to other funds	(273,759)	(23,800)	(297,559)
Net Cash Provided by Non-Capital Financing Activities	43,546	(23,800)	19,746
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of Capital Assets	(6,850)	-	(6,850)
Net Cash Used for Capital and Related Financing Activities	(6,850)	-	(6,850)
Net Increase/(Decrease) in Cash and Cash Equivalents	(500,983)	(3,336)	(504,319)
Balance - Beginning of Year	589,831	3,336	593,167
Balance - End of Year	$ 88,848	$ -	$ 88,848
Reconciliation of Operating Gain/(Loss) to Net Cash Provided by Operating Activities:			
Operating Gain/(Loss)	$ (659,136)	$ 20,464	(638,672)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	21,976	-	21,976
Donated Commodities Received During the Year	72,713	-	72,713
(Increase)Decrease in Accounts Receivable, Net	(13,254)	8,669	(4,585)
(Increase) in Inventories	15,293	-	15,293
Increase in Deferred Revenue	(5,378)	-	(5,378)
Increase(Decrease) in Accounts Payable	30,107	(8,669)	21,438
Total Adjustments	121,457	-	121,457
Net Cash Provided by (Used in) Operating Activities	$ (537,679)	$ 20,464	$ (517,215)

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2012

	Unemployment Compensation Insurance Trust	Private Purpose Trust	Agency Funds
ASSETS			
Cash and Cash Equivalents	$ 1,124,891	$ 1,009,262	$ 1,342,976
Accounts Receivable	243,000	-	-
Intrafund Receivable	48,042	-	-
Total Assets	$ 1,415,933	$ 1,009,262	$ 1,342,976
LIABILITIES			
Accounts Payable	$ 164,280	$ -	$ -
Intrafund Payable	-	-	48,042
Interfund Payable	-	-	412,028
Payable to Student Groups	-	-	855,617
Payroll Deductions and Withholdings	-	-	27,289
Total Liabilities	164,280	-	$ 1,342,976
NET ASSETS			
Held in Trust for Unemployment Claims and Other Purposes	$ 1,251,653		
Reserved for Scholarships		$ 1,009,262	

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Unemployment Compensation Insurance Trust	Private Purpose Trust
ADDITIONS		
Contributions:		
Plan Member	$ 221,317	$ -
District	243,000	-
Donations	-	26,095
Total Contributions	464,317	26,095
Investment Earnings:		
Interest	504	407
Net Investment Earnings	504	407
Total Additions	464,821	26,502
DEDUCTIONS		
Loans Receivable Canceled	-	21,414
Quarterly Contribution Reports	94,273	-
Unemployment Claims	385,301	-
Scholarships Awarded	-	33,775
Total Deductions	479,574	55,189
Change in Net Assets	(14,753)	(28,687)
Net Assets - Beginning of the Year	1,266,406	1,037,949
Net Assets - End of the Year	$ 1,251,653	$ 1,009,262

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of Freehold Regional High 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. Description of the District and Reporting Entity

The Freehold Regional High School District is a Type II District located in Monmouth County, New Jersey. The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The District is governed by a nine (9) member board elected to three-year staggered terms 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 primary criterion for including activities within the District's reporting entity, are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled *"Determining Whether Certain Organizations are Component Units" (GASB 39)* as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and that meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.

2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization.

3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include six high schools. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation, Basis of Accounting

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

Basis of Presentation

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. 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 activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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) fees and charges 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 all 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 (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The 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 NJDOE, the District includes budgeted capital outlay in this fund. GAAP as it pertains to governmental entities states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes, and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings,

improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

Special Revenue Fund: The special revenue fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund: The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from 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, as well as grants authorized by the New Jersey School Development Authority.

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.

The District reports the following proprietary fund:

Enterprise (Food Service) Fund: The Food Service fund accounts for all revenues and expenses pertaining to the Board's cafeteria operations. The Food Service fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Enterprise (Extra Curricular and SAT Prep) Fund: The Extra Curricular SAT Prep funds account for all revenues and expenses pertaining to the Board's ice hockey and SAT preparation programs. These funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. direct and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others and includes the Student Activities Fund, Payroll Agency Fund, Unemployment Compensation Insurance Trust Fund, and Private Purpose Trust Fund.

Basis of Accounting

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

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem

(Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

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 the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. 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).

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 GAAP 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 presented in the Notes to Required Supplementary Information. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at 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. Assets, Liabilities, and Equity

Cash, Cash Equivalents, and Investments

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey Statue 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a 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 of 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.

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 and capital projects 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.

Interfund Transactions

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. 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 expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as due from/to other funds. These amounts are eliminated in the statement of net assets, except for amounts due between governmental and business-type activities or governmental and fiduciary funds, which are presented other receivables and payables.

Allowance for Uncollectible Accounts

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

Inventories

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method.

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 capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs is not capitalized. The School District does not possess any infrastructure. 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 under the half-year convention over the following estimated useful lives:

Asset Class	Estimated Useful Lives
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & computer equipment	5-10
Instructional equipment	10
Grounds equipment	15

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2012, but which were levied to finance fiscal year 2012 operations, have been recorded as deferred revenue. Grants and entitlement received before the eligibility requirements are met are also recorded as deferred revenue.

Compensated Absences

The liability for compensated absences reported in the District-wide statements consists of unpaid, accumulated annual vacation and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The entire compensated absence liability is reported on the District-wide financial statements.

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. Bonds are recognized as a liability on the fund financial statements when due.

Fund Equity

Fund balance reserves are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designations of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unreserved fund balances represent the amount available for future budgetary operations.

Unrestricted retained earnings represent the remains of the District's equity in the cumulative earnings of the food service and summer enrichment fund.

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

In fiscal year 2011, the District implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions". This statement modifies fund balance reporting and clarifies fund type definitions. This new Statement aims to enhance the usefulness of fund balance information by providing clearer fund balance clarifications that can be applied more consistently. The restricted fund balance classification includes amounts that are subject to externally enforceable legal restriction such as by constitutional provision, enabling legislation or other government imposed restrictions. The committed fund balance classification includes amounts constrained for a specific purpose by a government using its highest decision-making authority. The assigned fund balance classification includes amounts for all funds, other than the general fund with any remaining positive balances not already classified as restricted or committed. For the general fund, amounts constrained with the intent to be used for a specific purpose by the governing board or an official delegated authority by the board. The unassigned fund balance classification includes for the general fund, amounts not classified as restricted, committed or assigned. The general fund is the only fund that will report a positive unassigned fund balance. For all other governmental funds the amount of a residual deficit would be classified as unassigned. Fund balance restrictions have been established for excess surplus, excess surplus-designated for subsequent year's expenditures maintenance reserve, emergency reserve and capital reserve.

Revenues - Exchange and Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On 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, income 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, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified 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 available as an advance, interest, and tuition.

Proprietary Funds Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the School District enterprise funds are charges to customers for sales of food service and charges for the ice-hockey and SAT Prep programs. Operating expenses for enterprise funds include the cost of sales and services, administrative expense and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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 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 the program. Depreciation expense, where practicable, is specifically identified by function and is included in 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.

Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent of 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.

Operating Revenues and Expenses

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

Management Estimates

The preparation of financial statements in conformity with GAAP 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.

2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and Cash Equivalents

Operating cash, in the form of Negotiable Order of Withdrawal ("NOW") accounts, is held in the District's name by a commercial banking institution. At June 30, 2012, the carrying amount of the District's deposits was $31,143,873 and the bank balance was $29,014,396. Of the bank balance, $500,000 was insured with Federal Deposit Insurance and $30,641,489 was insured through the Governmental Unit Deposit Protection Act.

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. Each depository participating in the GUDPA system must pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds. No collateral is required for amounts covered by FDIC insurance. The collateral which may be pledged to support these deposits includes obligations of the State and federal governments, insured securities and other collateral approved by the Department. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), 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 the deposits to the governmental unit.

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2012, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk.

Investments

Pursuant to the Enabling Act, the funds of the District may be invested in any direct obligations of, or obligations as to which the principal and interest thereof is guaranteed by, the United States of America or other obligations as the District may approve.

In order to maximize liquidity, the District utilizes the New Jersey Cash Management Fund ("NJCMF") for investments. The NJCMF is administered by the New Jersey Department of Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. These investments include: U.S. Treasuries, short-term Commercial Paper, U.S. Agency Bonds, Corporate Bonds, and Certificates of Deposit. Agencies that participate in the NJCMF typically earn returns that mirror short-term investment rates. Monies can be freely added or withdrawn from the NJCMF on a daily basis without penalty. The balance held by NJCMF at June 30, 2012 is $1,211.

Custodial Credit Risk: Pursuant to GASB 40, the NJCMF, which is a pooled investment, is exempt from custodial credit risk disclosure. The District does not have a policy for custodial credit risk.

Credit Risk: The District does not have an investment policy regarding the management of credit risk. GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or investments guaranteed by the U.S. government. The NJCMF is not rated by a rating agency.

Interest Rate Risk: The District does not have a policy to limit interest rate risk. The average maturity of the District's sole investment, the NJCMF, is less than one year.

The district also utilizes the New Jersey Cooperative Liquid Assets Securities System Plus (NJCLASS). NJCLASS is a full-service cash management and investment program designed specifically to make the function of managing public funds safer and simpler while providing competitive returns. The program purchases securities that are legally allowable under state statute and is available for investment by New Jersey school districts. The Pool seeks to maximize the safety of principal and provide daily liquidity of funds, convenience and a competitive rate of return. The balance held by NJCMF at June 30, 2012 is $1,173.

3. RECEIVABLES

Receivables at June 30, 2012 are listed below. All receivables are considered collectible in full. A summary of the principal items of governmental receivables follows:

	Governmental Fund Financial Statements	District-Wide Financial Statements
State Aid.....	4,058,059	4,058,059
Federal Aid.....	693,125	693,125
Interfunds.....	1,453,598	412,066
Other.....	419,230	419,230
Gross Receivables.....	6,624,012	5,582,480
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net.....	6,624,012	5,582,480

4. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at June 30, 2012, consist of the following:

	Receivable	Payable
General Fund	$1,453,560	$365,748
Special Revenue Fund		907,074
Capital Projects Fund		134,458
Debt Service Fund		
Proprietary Funds	365,748	
Fiduciary Funds		412,028
	$1,819,308	$1,819,308

The delay in federal and state funds payments necessitated the above noted interfund loans.

5. INVENTORY

Inventory in the Food Service Fund at June 30, 2012, consisted of the following:

12,343	Food
8,079	Supplies
20,422	Total Inventory

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

6. DEFERRED BOND ISSUANCE COSTS

In governmental funds, debt issuance costs are recognized in the current period. For the District-wide financial statements, governmental activity debt issuance costs are amortized straight-line over the life of the specific bonds (18 to 20 years). The cost associated with the issues of the various bonds amounted to $628,263. The amortization expense for the fiscal year ended June 30, 2012 amounted to $34,303, and the total accumulated amortization is $377,333.

7. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2012, was as follows:

	Beginning Balance	Transfers or Additions	Transfers or Retirements	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	$446,488			$446,488
Total capital assets not being depreciated	446,488	-	-	446,488
Capital assets being depreciated:				
Site improvements	2,218,223	21,004		2,239,227
Building and improvements	148,246,935	328,069	(10,150)	148,564,854
Equipment	24,555,641	424,469	(1,250,779)	23,729,331
Total capital assets being depreciated	175,020,799	773,542	(1,260,929)	174,533,412
Less accumulated depreciation for:				
Site improvements	(906,840)	(110,809)		(1,017,649)
Building and improvements	(53,491,338)	(3,284,706)	254	(56,775,790)
Equipment	(17,101,309)	(1,458,581)	1,250,779	(17,309,111)
Total accumulated depreciation	(71,499,487)	(4,854,096)	1,251,033	(75,102,550)
Total capital assets being depreciated, net	103,521,312	(4,080,554)	(9,896)	99,430,862
Government activities capital assets, net	$103,967,800	($4,080,554)	($9,896)	$99,877,350
Business-type activities:				
Capital assets being depreciated:				
Equipment	$503,385	$6,850		$510,235
Less accumulated depreciation	(398,266)	(21,977)		(420,243)
Enterprise fund capital assets, net	$105,119	($15,127)	$0	$89,992

Depreciation expense was charged to functional expense areas of the District for Governmental Funds as follows:

	Site & Bldg	Equipment	Total
Instruction	$3,055,964	$1,312,723	$4,368,686
Support Services – Students and Staff	67,910	29,172	97,082
Support Services – Administration	67,910	29,172	97,082
Operation and Maintenance of Plant Services	67,910	29,172	97,082
Student Transportation Services	67,910	29,172	97,082
General Administration Services	22,637	9,724	32,361
Operation of Non-instructional Services	45,274	19,448	64,721
Total	$3,395,515	$1,458,581	$4,854,096

8. LONG-TERM OBLIGATIONS

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

Long-term Obligation Activity

Changes in long-term obligations for the year ended June 30, 2012, are as follows:

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Amounts Due within One Year
Governmental Activities:					
General obligation debt	$ 38,490,000	$ -	$ (3,455,000)	$ 35,035,000	$ 3,635,000
Compensated absences payable	1,451,120	629,619	-	2,080,739	-
Total other liabilities	$ 39,941,120	$ 629,619	$ (3,455,000)	$ 37,115,739	$ 3,635,000

General Obligation Debt

	Government Activities			
	Issue Dates	Issue Rates	Date of Maturity	Principal Balance June 30, 2011
Bonds Payable	11/16/01	5%	03/01/20	35,035,000

Debt Service Requirements

Debt service requirements on serial bonds payable at June 30, 2012 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2013	3,635,000	1,751,750	5,386,750
2014-2019	26,195,000	6,339,750	32,534,750
2020	5,205,000	260,250	5,465,250
	$ 35,035,000	$ 8,351,750	$ 43,386,750

9. COMPENSATED ABSENCES

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with the District's agreement with the various employee unions. The liability for vested compensated absences is recorded in the District-Wide Statement of Net Assets.

10. OPERATING LEASES

The District has a commitment to lease building space and a parking lot under an operating lease that expires on October 31, 2014. In addition, the district leases parking space under an operating lease that expires June 30, 2013. The District also has operating leases for copiers which expire on June 30, 2016. The total operating lease payments made during the year ended June 30, 2012 were $199,609. Future minimum lease payments are as follows:

Years Ending June 30,	Principal
2013	287,192
2014	270,502
2015	141,056
2016	74,868
Total minimum lease payments	$ 773,618

Not included above is a provision in the building space and parking lot lease that requires the district to pay its proportionate share of real estate taxes.

11. PENSION PLANS

Description of Plans All required employees of the District are covered by the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund or the Defined Contribution Retirement Program 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 each system will be assumed by the State of New Jersey should the system terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for each of the above systems. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on line at www.state.nj.us/treasury/pensions.

11. PENSION PLANS (Continued)

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 provision 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 under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

Significant Legislation

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

Pension Plan Design Changes

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

11. PENSION PLANS (Continued)

Vesting and Benefit Provisions The vesting and benefit provisions of 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 ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

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.

Contribution Requirements The contribution policy is set by N.J.S.A. 43:15A 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.

Effective June 28, 2011, P.L. 2011, c. 78 provides for increases in the employee contribution rates: from 5.5% to 6.5% plus an additional 1% phased-in over 7 years beginning in the first year, meaning after 12 months, after the law's effective date for TPAF and PERS.

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 TPAF (i.e. the State of new Jersey makes the employer contribution on behalf of public school districts.

Three-Year Trend Information for PERS

Year Funding June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2012	$2,134,170	100%	$2,134,170
2011	$1,958,986	100%	$1,958,986
2010	$1,486,928	100%	$1,486,928

For the fiscal year ended June 30, 2012 the State of New Jersey contributed $2,196,940.00 to the TPAF pension system on behalf of the District. During the fiscal years ended June 30, 2011, and 2010, the State of New Jersey did not contribute to the TPAF pension system on behalf of the District. In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $5,388.350 during the fiscal year ended June 30, 2012, for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts have been included in the District-wide financial statements and the fund-based statements as revenues and expenditures in accordance with GASB Statement No. 24.

12. POST-RETIREMENT BENEFITS

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. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired state employees and retired educational employees. As of June 30, 2011 there were 93,323 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 is also responsible for the cost attributable to P.L. 1992 c. 126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The state paid $144.0 million toward Chapter 126 benefits for 15,709 eligible retired members in Fiscal Year 2011.

The State will set the contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The State's contributions to the State Health Benefits Program Fund for TPAF retirees' post-retirement benefits on behalf of the School District for the years ended June 30, 2012, 2011 and 2010 were, $4,416,424, $4,497,522 and $4,265,292 respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey.

13. DEFERRED COMPENSATION

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

VALIC
MetLife
Thomas Seely Agency, Inc.
Equitable

14. RISK MANAGEMENT

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

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

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

Fiscal Year	District Contributions	Employee Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2011-2012	$ 243,000	$ 221,317	$ 504	$ 479,574	$1,251,653
2010-2011	$1,891,000	$ 203,690	$ 938	$1,037,472	$1,266,406
2009-2010	$100,000	$246,307	$413	$401,472	$208,250

Workers' Compensation Insurance - The Board is self insured for workers' compensation insurance. Claims are managed by PMA Management Corp. through a service agreement for which competitive proposals were sought. The financial statements reflect the current expenses of the program as well as an accrued liability for future claims against the current fiscal year. At June 30, 2012, the amount was $2,121,592.

Health Benefits - The District provides health benefits to employees through a minimum premium insurance policy administered by Horizon Blue Cross Blue Shield of New Jersey ("Horizon"). The incurred but not reported liability ("IBNR") actuarially computed by Horizon was $3,544,800, at June 30, 2012. It was also noted that the entire IBNR is adjusted for changes in estimate at year end and such changes are reflected in the district's budget and the entire liability is treated as a liability for budgetary purposes.

15. CONTINGENT LIABILITIES

Grant Programs

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

Litigation

The District is involved in several pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial statements of the District.

16. FUND BALANCE APPROPRIATED

General Fund

Of the $23,242,872 in General Fund Balance at June 30, 2012, $114,449 has been assigned for encumbrances; $17,237,453. is legally restricted for excess surplus in accordance with N.J.S.A. 18A:7F7 $6,838,493. of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ended June 30, 2013; $2,113,481. has been restricted in the Capital Reserve Account; $1,422,840. has been restricted in the Maintenance Reserve Account; $250,500. has been restricted in the Emergency Reserve, $2,104,149. is assigned and has been appropriated and included as anticipated revenue for the year ended June 30, 2013.

17. CALCULATION OF EXCESS SURPLUS

In accordance with *N.J.S.A.* 18A:7F-7, as amended, the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget.

18. CAPITAL, MAINTENANCE AND EMERGENCY RESERVES

Capital and maintenance reserve accounts were established by the District via the 2008-2009 budget for the accumulation of funds for use as capital outlay and maintenance expenditures in subsequent fiscal years. The capital and maintenance reserve accounts are maintained in the general fund and their activity is included in the general fund annual budget.

18. CAPITAL, MAINTENANCE AND EMERGENCY RESERVES (Continued)

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Maintenance reserve accounts may be established by a district pursuant to N.J.S.A. 18A:7G-13 into which a district deposits monies to be used exclusively for required maintenance of school facilities.

N.J.S.A. 18A:7F-41c(1), effective for years beginning July 1, 2007, provides that districts may establish a current expense emergency reserve account and appropriate funds in the district's annual budget or through a transfer by board resolution at year end of any unanticipated revenue and unexpended line-item appropriation amounts. The account balance is not to exceed $250,000 or one percent of the district's general fund budget up to a maximum of $1,000,000, whichever is greater. Withdrawals require approval by the Commissioner.

The activity of the reserve accounts for the July 1, 2010 to June 30, 2012 fiscal year are as follows:

	Capital Reserve	Maintenance Reserve	Emergency Reserve
Balance July 1, 2011	$2,339,487	$1,420,000	$250,000
Increased by:			
Interest	4,679	2,840	500
Deposits			
Decreased by:			
Budgeted Withdrawal	230,685		
Balance June 30, 2012	$2,113,481	$1,422,840	$250,500

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REQUIRED SUPPLEMENTARY INFORMATION – PART II

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BUDGETARY COMPARISON SCHEDULES

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources					
Local Tax Levy	$ 115,600,253	$ -	$ 115,600,253	$ 115,600,253	$ -
Tuition	25,000	-	25,000	166,772	141,772
Interest Earned on Investments	95,000	-	95,000	38,940	(56,060)
Rental Fees	100,000	-	100,000	88,199	(11,801)
Athletic Admission Fees	90,000	-	90,000	69,310	(20,690)
Refund of Prior Year Expenditures	-	-	-	429,465	429,465
Miscellaneous	80,000	-	80,000	244,140	164,140
Total - Local Sources	115,990,253	-	115,990,253	116,637,079	646,826
State Sources					
Extraordinary Aid	1,500,000	-	1,500,000	2,652,364	1,152,364
Categorical Special Education Aid	6,658,275	-	6,658,275	6,658,275	-
Equalization Aid	39,693,219	-	39,693,219	40,722,021	1,028,802
Categorical Security Aid	-	-	-	689,058	689,058
Anti-Bullying Bill of Rights Act	-	-	-	5,302	5,302
Non-Public Transportation Costs Aid	-	-	-	39,204	39,204
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	6,613,364	6,613,364
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	5,388,350	5,388,350
Total State Sources	47,851,494	-	47,851,494	62,767,938	14,916,444
Federal Sources					
Medicaid Reimbursement	85,500	-	85,500	-	(85,500)
Education Jobs Funds	1,763,514	55,247	1,818,761	1,818,761	-
Total Federal Sources	1,849,014	55,247	1,904,261	1,818,761	(85,500)
Total Revenues	165,690,761	55,247	165,746,008	181,223,778	15,477,770
EXPENDITURES					
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction					
Grades 9-12 - Salaries of Teachers	49,910,277	(1,350,965)	48,559,312	47,876,298	683,014
Regular Programs - Home Instruction					
Salaries of Teachers	250,000	90,000	340,000	287,208	52,792
Purchased Professional-Educational Services	66,770	55,000	121,770	109,264	12,506
Regular Programs - Undistributed Instruction					
Purchased Professional-Educational Services	19,700	2,445	22,145	15,016	7,129
Purchased Technical Services	137,284	(10,526)	126,758	112,091	14,667
Other Purchased Services (400-500 series)	578,915	73,069	651,984	643,390	8,594
General Supplies	1,345,233	(164,068)	1,181,165	1,145,132	36,033
Textbooks	283,598	(56,336)	227,262	220,708	6,554
Other Objects	4,625	(1,750)	2,875	2,859	16
TOTAL REGULAR PROGRAMS - INSTRUCTION	52,596,402	(1,363,131)	51,233,271	50,411,966	821,305
SPECIAL EDUCATION - INSTRUCTION					
Cognitive - Mild					
Salaries of Teachers	169,896	-	169,896	165,667	4,229
Other Salaries for Instruction	223,797	37,266	261,063	260,069	994
General Supplies	700	(100)	600	317	283
Textbooks	700	(160)	540	540	-
Other Objects	300	-	300	-	300
Total Cognitive - Mild	395,393	37,006	432,399	426,593	5,806
Special Education - Cognitive Moderate					
Salaries of Teachers	143,985	6,000	149,985	149,391	594
Other Salaries for Instruction	214,675	64,250	278,925	274,675	4,250
General Supplies	1,000	(200)	800	593	207
Total Special Education - Cognitive Moderate	359,660	70,050	429,710	424,659	5,051
Special Education - Learning and/or Language Disabilities					
Salaries of Teachers	626,161	7,500	633,661	631,335	2,326
Other Salaries for Instruction	343,530	-	343,530	323,963	19,567
Other Purchased Services (400-500 series)	300	(300)	-	-	-
General Supplies	13,300	(559)	12,741	11,089	1,652
Textbooks	6,570	(1,528)	5,042	3,769	1,273
Other Objects	800	(265)	535	-	535
Total Special Education - Learning and/or Language Disabilities	990,661	4,848	995,509	970,156	25,353
Special Education - Auditory Impairments					
General Supplies	-	3,806	3,806	3,805	1
Total Special Education - Auditory Impairments	-	3,806	3,806	3,805	1

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education - Behavioral Disabilities					
Salaries of Teachers	-	121,000	121,000	120,185	815
Other Sal. For Instruction	-	126,392	126,392	124,326	2,066
Purchased Prof.-Ed. Services	-	290,000	290,000	280,000	10,000
General Supplies	-	20,463	20,463	20,187	276
Total Special Education - Behavioral Disabilities	-	557,855	557,855	544,698	13,157
Special Education - Resource Room/Resource Center					
Salaries of Teachers	7,135,912	(60,000)	7,075,912	6,678,214	397,698
Other Purchased Services (400-500 series)	1,300	(1,300)	-	-	-
General Supplies	34,910	(7,526)	27,384	22,977	4,407
Textbooks	5,080	(225)	4,855	3,794	1,061
Other Objects	390	(90)	300	-	300
Total Special Education - Resource Room/Resource Center	7,177,592	(69,141)	7,108,451	6,704,985	403,466
Special Education - Autism					
Salaries of Teachers	227,681	1,500	229,181	228,681	500
Other Sal. For Instruction	338,075	63,355	401,430	397,087	4,343
Purchased Prof.-Ed. Services	2,000	-	2,000	499	1,501
Other Purchased Services (400-500 series)	-	500	500	-	500
General Supplies	11,900	(500)	11,400	8,624	2,776
Total Special Education - Autism	579,656	64,855	644,511	634,891	9,620
TOTAL SPECIAL EDUCATION - INSTRUCTION	9,502,962	669,279	10,172,241	9,709,787	462,454
Basic Skills/Remedial - Instruction					
Salaries of Teachers	827,370	-	827,370	711,546	115,824
Total Basic Skills/Remedial - Instruction	827,370	-	827,370	711,546	115,824
Bilingual Education - Instruction					
Salaries of Teachers	215,370	-	215,370	215,370	-
Other Purchased Services (400-500 series)	500	-	500	498	2
General Supplies	4,000	-	4,000	3,724	276
Total Bilingual Education - Instruction	219,870	-	219,870	219,592	278
School Sponsored Co-curricular and Extra-Curricular Activities					
Salaries	955,943	123,343	1,079,286	1,075,385	3,901
Purchased Services (300-500 series)	85,226	(22,391)	62,835	46,829	16,006
Supplies and Materials	76,699	(15,888)	60,811	35,072	25,739
Other Objects	63,265	(16,909)	46,356	32,100	14,256
Total School Sponsored Co-curricular & Extra-Curricular Activities	1,181,133	68,155	1,249,288	1,189,386	59,902
School Sponsored Athletics					
Salaries	3,066,733	(35,852)	3,030,881	3,014,174	16,707
Purchased Services (300-500 series)	546,370	12,479	558,849	466,539	92,310
Supplies and Materials	323,170	82,153	405,323	329,772	75,551
Other Objects	120,780	4,610	125,390	109,464	15,926
Total School Sponsored Athletics	4,057,053	63,390	4,120,443	3,919,949	200,494
Other Instructional Programs					
Salaries of Teachers	400,558	45,000	445,558	425,590	19,968
Purchased Services (300-500 series)	4,000	(718)	3,282	3,132	150
Supplies and Materials	3,500	1,539	5,039	4,937	102
Total Other Instructional Programs	408,058	45,821	453,879	433,659	20,220
Total Instruction	68,792,848	(516,486)	68,276,362	66,595,885	1,680,477
Undistributed Expenditures - Instruction					
Tuition to Other LEAs Within the State - Regular	7,218	7,534	14,752	14,751	1
Tuition to Other LEAs Within the State - Special	53,438	-	53,438	12,178	41,260
Tuition to County Voc. School Districts - Regular	2,880,500	120,000	3,000,500	2,779,855	220,645
Tuition to County Voc. School Districts - Special	754,800	(120,808)	633,992	563,362	70,630
Tuition to CSSD & Regional Day Schools	2,418,959	(1,083,380)	1,335,579	1,313,051	22,528
Tuition to Private Schools for the Handicapped Within State	8,154,798	442,213	8,597,011	8,498,013	98,998
Tuition to Priv. Sch. for the Handicapped - Special, Out-State	574,871	(4,000)	570,871	528,992	41,879
Tuition - State Facilities	261,389	22,771	284,160	284,160	-
Total Undistributed Expenditures - Instruction	15,105,973	(615,670)	14,490,303	13,994,362	495,941

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Attendance & Social Work					
Salaries	690,810	-	690,810	686,765	4,045
Other Purchased Services (400-500 series)	445	-	445	55	390
Supplies and Materials	2,800	(154)	2,646	2,321	325
Total Undistributed Expenditures - Attendance & Social Work	694,055	(154)	693,901	689,141	4,760
Undistributed Expenditures - Health Services					
Salaries	1,101,134	4,246	1,105,380	1,098,259	7,121
Purchased Professional and Technical Services	24,020	(670)	23,350	2,321	21,029
Other Purchased Services (400-500 series)	1,385	437	1,822	1,469	353
Supplies and Materials	14,534	852	15,386	14,222	1,164
Other Objects	555	(200)	355	170	185
Total Undistributed Expenditures - Health Services	1,141,628	4,665	1,146,293	1,116,441	29,852
Undist. Expend. - Speech, OT, PT & Related Services					
Salaries	375,740	50,826	426,566	424,171	2,395
Purchased Professional - Educational Services	174,400	(3,031)	171,369	142,359	29,010
Supplies and Materials	3,250	(317)	2,933	2,192	741
Total Undist. Expend. - Speech, OT, PT & Related Services	553,390	47,478	600,868	568,722	32,146
Undist. Expend. - Other Supp. Serv. - Extraordinary Svcs.					
Salaries	1,230,901	375,850	1,606,751	1,543,469	63,282
Total Undist. Expend. - Other Supp. Serv. - Extraordinary Svcs.	1,230,901	375,850	1,606,751	1,543,469	63,282
Undist. Expenditures - Guidance					
Salaries of Other Professional Staff	3,632,648	(44,256)	3,588,392	3,428,432	159,960
Salaries of Secretarial and Clerical Assistants	683,131	10,000	693,131	691,983	1,148
Other Salaries	10,000	(2,250)	7,750	4,000	3,750
Other Purchased Services (400-500 series)	41,729	10,999	52,728	40,500	12,228
Supplies and Materials	47,785	1,493	49,278	43,720	5,558
Other Objects	535	(60)	475	360	115
Total Undist. Expenditures - Guidance	4,415,828	(24,074)	4,391,754	4,208,995	182,759
Undist. Expenditures - Child Study Teams					
Salaries of Other Professional Staff	2,265,452	6,500	2,271,952	2,260,683	11,269
Salaries of Secretarial and Clerical Assistants	328,852	1,000	329,852	329,548	304
Purchased Professional - Educational Services	345,994	11,850	357,844	225,493	132,351
Residential Costs	228,842	50,000	278,842	261,976	16,866
Miscellaneous Purchased Services (400-500 series)	2,500	4,648	7,148	6,990	158
Supplies and Materials	26,000	(8,448)	17,552	11,419	6,133
Total Undist. Expend. - Child Study Teams	3,197,640	65,550	3,263,190	3,096,109	167,081
Undist. Expend. - Improvement of Instructional Services					
Salaries of Supervisor of Instruction	292,828	-	292,828	224,775	68,053
Salaries of Secretarial and Clerical Assistants	144,105	2,000	146,105	145,155	950
Other Salaries	101,200	(31,164)	70,036	59,753	10,283
Purchased Professional - Educational Services	4,000	(2,555)	1,445	1,445	
Other Purch Services (400-500)	50,499	26,509	77,008	55,859	21,149
Supplies and Materials	17,500	(2,308)	15,192	14,936	256
Other Objects	8,500	381	8,881	5,561	3,320
Total Undist. Expend. - Improvement of Instruction Services	618,632	(7,137)	611,495	507,484	104,011
Undist. Expend. - Educational Media Serv./School Library					
Salaries	443,700	-	443,700	441,795	1,905
Purchased Professional and Technical Services	76,950	2,973	79,923	73,513	6,410
Other Purchased Services (400-500 series)	10,577	14,157	24,734	17,481	7,253
Supplies and Materials	123,550	107,090	230,640	225,568	5,072
Total Undist. Expend. - Educational Media/Library Services	654,777	124,220	778,997	758,357	20,640
Undist. Expend. - Instructional Staff Training Services					
Salaries of Supervisors of Instruction	272,067	(10,220)	261,847	204,493	57,354
Purchased Professional - Educational Servic	15,600	3,229	18,829	17,505	1,324
Other Purchased Services (400-500 series)	12,600	8,662	21,262	11,473	9,789
Supplies and Materials	5,000	3,684	8,684	8,684	-
Total Undist. Expend. - Instructional Staff Training Services	305,267	5,355	310,622	242,155	68,467

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Services - General Administration					
Salaries	323,769	-	323,769	305,574	18,195
Legal Services	396,000	351,642	747,642	743,132	4,510
Audit Fees	63,000	-	63,000	50,025	12,975
Architectural/Engineering Services	25,000	27,463	52,463	35,648	16,815
Other Purchased Professional Services	66,000	(27,047)	38,953	33,707	5,246
Purchased Technical Services	20,000	-	20,000	12,970	7,030
Communications/Telephone	427,516	(24,331)	403,185	367,992	35,193
BOE Other Purchased Services	5,000	-	5,000	2,811	2,189
Other Purchased Services (400-500 series)	429,058	(20,600)	408,458	383,661	24,797
General Supplies	9,500	(600)	8,900	8,672	228
BOE In-House Training/Meeting Supplies	5,000	-	5,000	1,749	3,251
Miscellaneous Expenditures	11,500	1,873	13,373	13,050	323
BOE Membership Dues and Fees	28,000	-	28,000	26,663	1,337
Total Undist. Expend. - Support Services - General Administration	1,809,343	308,400	2,117,743	1,985,654	132,089
Undist. Expend. - Support Serv. - School Administration					
Salaries of Principals/Assistant Principals	3,150,209	43,000	3,193,209	3,190,808	2,401
Salaries of Other Professional Staff	1,755,225	-	1,755,225	1,712,249	42,976
Salaries of Secretarial and Clerical Assistants	1,254,643	25,800	1,280,443	1,273,161	7,282
Other Purchased Services (400-500 series)	121,015	(15,172)	105,843	88,055	17,788
Supplies and Materials	126,885	31,935	158,820	151,453	7,367
Other Objects	104,010	40,350	144,360	135,171	9,189
Total Undist. Expend. - Support Serv. - School Administration	6,511,987	125,913	6,637,900	6,550,897	87,003
Undist. Expend. - Central Services					
Salaries	1,416,128	-	1,416,128	1,288,385	127,743
Purchased Professional Services	3,000	-	3,000	1,480	1,520
Purchased Technical Services	30,989	(207)	30,782	21,280	9,502
Misc Purchased Services (400-500 series)	75,300	9,320	84,620	71,118	13,502
Supplies and Materials	32,000	7,933	39,933	36,911	3,022
Miscellaneous Expenditures	6,600	(689)	5,911	5,525	386
Total Undist. Expend. - Central Services	1,564,017	16,357	1,580,374	1,424,699	155,675
Undist. Expend. - Administrative Information Technology					
Salaries	580,448	56,046	636,494	635,488	1,006
Purchased Technical Services	222,666	3,000	225,666	211,470	14,196
Misc Purchased Services (400-500 series)	345,300	25,000	370,300	332,193	38,107
Supplies and Materials	40,000	16,272	56,272	56,251	21
Total Undist. Expend. - Administrative Information Technology	1,188,414	100,318	1,288,732	1,235,402	53,330
Undist. Expend. - Required Maintenance for School Facilities					
Maintenance Reserve Interest - Transfer to	5,000	-	5,000	-	5,000
Salaries	1,090,254	-	1,090,254	1,011,530	78,724
Cleaning, Repair and Maintenance Services	946,000	292,999	1,238,999	1,181,215	57,784
General Supplies	371,000	63,545	434,545	424,708	9,837
Other Objects	23,900	-	23,900	13,485	10,415
Total Undist. Expend. - Required Maintenance for Sch. Facilities	2,436,154	356,544	2,792,698	2,630,938	161,760
Undist. Expend. - Custodial Services					
Salaries	3,976,314	-	3,976,314	3,848,264	128,050
Purchased Professional & Technical Services	22,000	-	22,000	21,284	716
Cleaning, Repair and Maintenance Services	180,000	(35,000)	145,000	140,251	4,749
Rental of Land and Buildings - Oth than Lease Purch Agrmt	212,260	-	212,260	204,765	7,495
Other Purchased Property Services	335,100	(6,163)	328,937	230,043	98,894
Insurance	122,539	-	122,539	122,539	-
General Supplies	357,000	-	357,000	351,844	5,156
Energy (Electricity)	3,200,000	(1,860,581)	1,339,419	738,036	601,383
Energy (Natural Gas)	1,350,000	2,048,196	3,398,196	2,278,526	1,119,670
Energy (Gasoline)	1,035,000	-	1,035,000	936,900	98,100
Total Undist. Expend. - Custodial Services	10,790,213	146,452	10,936,665	8,872,452	2,064,213
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	821,531	-	821,531	709,542	111,989
Cleaning, Repair, and Maintenance Services	338,000	(177,000)	161,000	157,885	3,115
General Supplies	218,000	(50,000)	168,000	162,931	5,069
Other Objects	3,500	-	3,500	-	3,500
Total Undist. Expend. - Care & Upkeep of Grounds	1,381,031	(227,000)	1,154,031	1,030,358	123,673

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Security					
Salaries	418,529	2,030	420,559	414,552	6,007
Purchased Professional & Technical Services	2,500	(2,500)	-	-	-
Cleaning, Repair, and Maintenance Services	3,900	1,000	4,900	4,451	449
General Supplies	8,300	13,000	21,300	18,866	2,434
Total Undist. Expend. - Security	433,229	13,530	446,759	437,869	8,890
Total Undist. Expend. - Operation & Maint. Of Plant Services	15,040,627	289,526	15,330,153	12,971,617	2,358,536
Undist. Expend. - Student Transportation Services					
Salaries of Non-Instructional Aides	357,690	2,200	359,890	333,970	25,920
Salaries for Pupil Transp. (Bet. Home & School) - Regular	3,407,682	-	3,407,682	3,394,411	13,271
Salaries for Pupil Transp. (Bet. Home & School) - Spec. Ed.	992,625	-	992,625	923,637	68,988
Salaries for Pupil Transp. (Other than bet. Home & School)	580,000	(224,400)	355,600	341,043	14,557
Management Fees - ESC & CTSA Transportation Programs	140,000	31,000	171,000	154,803	16,197
Other Purchased Professional and Technical Services	34,750	479	35,229	28,379	6,850
Cleaning, Repair, and Maintenance Services	725,000	44,117	769,117	733,077	36,040
Rental Payments - School Buses	-	3,000	3,000	3,000	-
Contracted Services (Between Home and School) - Vendors	4,160,000	(344,500)	3,815,500	3,814,745	755
Contracted Svcs. (Other than Bet. Home & School) - Vendors	214,000	96,077	310,077	233,435	76,642
Contracted Services (Special Education Students) - Vendors	149,000	(140,000)	9,000	4,617	4,383
Contracted Svcs. (Special Ed. Students) - Joint Agreements	17,000	42,500	59,500	59,082	418
Contracted Services (Regular Students) - ESC & CTSA	860,000	(60,000)	800,000	787,976	12,024
Contracted Services (Special Ed. Students) - ESC & CTSA	1,817,000	536,000	2,353,000	2,350,668	2,332
Contracted Services - Aid In Lieu of Payment for Non-public	105,000	-	105,000	96,705	8,295
Contracted Services - Aid In Lieu of Payment for Charter	900	-	900	-	900
Miscellaneous Purchased Services - Transportation	145,000	-	145,000	136,806	8,194
General Supplies	15,000	20,000	35,000	14,534	20,466
Transportation Supplies	500,000	90,000	590,000	421,353	168,647
Other Objects	2,300	3,750	6,050	4,333	1,717
Total Undist. Expend. - Student Transportation Services	14,222,947	100,223	14,323,170	13,836,574	486,596
Unallocated Benefits - Employee Benefits					
Social Security Contributions	1,900,000	208,262	2,108,262	2,066,658	41,604
TPAF Contributions	-	154,591	154,591	154,591	-
Other Retirement Contributions - Regular	2,578,225	(269,016)	2,309,209	2,028,527	280,682
Unemployment Compensation	250,000	-	250,000	249,238	762
Workmen's Compensation	705,000	-	705,000	455,992	249,008
Health Benefits	26,761,000	(70,000)	26,691,000	24,354,711	2,336,289
Tuition Reimbursement	100,000	450	100,450	93,779	6,671
Other Employee Benefits	75,000	25,000	100,000	96,626	3,374
TOTAL UNALLOCATED BENEFITS	32,369,225	49,287	32,418,512	29,500,122	2,918,390
On-behalf TPAF pension Contributions (non-budgeted)	-	-	-	6,613,364	(6,613,364)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	5,388,350	(5,388,350)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	12,001,714	(12,001,714)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	32,369,225	49,287	32,418,512	41,501,836	(9,083,324)
TOTAL UNDISTRIBUTED EXPENDITURES	100,624,651	966,107	101,590,758	106,231,914	(4,641,156)
TOTAL GENERAL CURRENT EXPENSE	169,417,499	449,621	169,867,120	172,827,799	(2,960,679)
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction					
Grades 9-12	14,000	81,946	95,946	92,015	3,931
School-Sponsored and Other Instructional Program	23,812	1,173	24,985	21,465	3,520
Undistributed Expenditures					
Support Services - Extraordinary	-	4,900	4,900	4,887	13
Support Services - Child Study Team	-	8,709	8,709	8,709	-
Administrative Information Technology	38,000	39,375	77,375	76,999	376
Maint of School Facility	25,000	(3,996)	21,004	21,004	-
Custodial Services	19,097	-	19,097	16,778	2,319
Care & Upkeep of Grounds	25,000	-	25,000	17,916	7,084
Security	12,000	20,261	32,261	25,349	6,912
School Buses - Regular	-	86,620	86,620	76,689	9,931
Total Equipment	156,909	238,988	395,897	361,811	34,086
Facilities Acquisition and Construction Services					
Construction Services	5,903	-	5,903	5,903	-
Total Facilities Acquisition and Construction Services	5,903	-	5,903	5,903	-
Capital Reserve Interest - Transfer to	10,000	-	10,000	-	10,000

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
TOTAL CAPITAL OUTLAY	172,812	238,988	411,800	367,714	44,086
Transfer of Funds to Charter School	14,950	19,916	34,866	29,312	5,554
TOTAL EXPENDITURES	169,605,261	708,525	170,313,786	173,224,825	(2,911,039)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,914,500)	(653,278)	(4,567,778)	7,998,953	12,566,731
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(3,914,500)	(653,278)	(4,567,778)	7,998,953	12,566,731
Fund Balance, July 1	19,979,684	-	19,979,684	19,979,684	-
Fund Balance, June 30	$ 16,065,184	(653,278)	$ 15,411,906	$ 27,978,637	$ 12,566,731

Recapitulation:	
Year End Encumbrances	$ 114,449
Legally Restricted - Capital Reserve	2,113,481
Legally Restricted - Maintenance Reserve	1,422,840
Legally Restricted - Emergency Reserve	250,500
Legally Restricted -Excess Surplus Designated for Subsequent Year's Expenditures	6,838,493
Legally Restricted - Reserve for Excess Surplus	10,718,695
Assigned-Designated for Subsequent Year's Expenditures	2,104,149
Unassigned Fund Balance	4,416,030
	27,978,637
Reconciliation to Governmental Funds Statements (GAAP)	
Last State Aid Payment not recognized on GAAP basis	(4,735,765)
Fund Balance per Governmental Funds (GAAP)	$ 23,242,872

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND - EDUCATION JOBS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Federal Sources					
Education Jobs Funds	1,763,514	55,247	1,818,761	1,818,761	-
Total Federal Sources	1,763,514	55,247	1,818,761	1,818,761	-
Total Revenues	1,763,514	55,247	1,818,761	1,818,761	-
EXPENDITURES					
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction					
Grades 9-12 - Salaries of Teachers	1,763,514	(217,606)	1,545,908	1,545,908	-
TOTAL REGULAR PROGRAMS - INSTRUCTION	1,763,514	(217,606)	1,545,908	1,545,908	-
Total Instruction	1,763,514	(217,606)	1,545,908	1,545,908	-
Unallocated Benefits - Employee Benefits					
Social Security Contributions		118,262	118,262	118,262	-
TPAF Contributions	-	154,591	154,591	154,591	-
TOTAL UNALLOCATED BENEFITS	-	272,853	272,853	272,853	-
TOTAL UNDISTRIBUTED EXPENDITURES	-	272,853	272,853	272,853	-
TOTAL GENERAL CURRENT EXPENSE	1,763,514	55,247	1,818,761	1,818,761	-
TOTAL EXPENDITURES	1,763,514	55,247	1,818,761	1,818,761	-

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	$ 80,000	6,030	$ 86,030	$ 86,030	$ -
State Sources	18,434	15,037	33,471	33,471	-
Federal Sources	2,498,148	831,532	3,329,680	3,329,680	-
Total Revenues	2,596,582	852,599	3,449,181	3,449,181	-
EXPENDITURES:					
Instruction					
Salaries of Teachers	2,084,244	(302,729)	1,781,515	1,781,515	-
Other Salaries for Instruction	37,335	37,335	74,670	74,670	-
Other Salaries	215,923	49,265	265,188	265,188	-
Purchased Professional-Technical Services	-	28,672	28,672	28,672	-
Other Purchased Services	60,000	(53,130)	6,870	6,870	-
Tuition - Private School Disabled	-	140,358	140,358	140,358	
General Supplies	180,646	89,189	269,835	269,835	-
Other Objects	-	19,461	19,461	19,461	-
Textbooks	-	2,976	2,976	2,976	-
Total Instruction	2,578,148	11,397	2,589,545	2,589,545	-
Support Services					
Other Salaries	-	16,161	16,161	16,161	-
Personal Services - Employee Benefits	-	327,265	327,265	327,265	-
Purchased Professional - Educational Services	18,434	26,888	45,322	45,322	-
Other Purchased Services (400-500 series)	-	73,044	73,044	73,044	-
Supplies & Materials	-	55,370	55,370	55,370	-
Total Support Services	18,434	498,728	517,162	517,162	-
Equipment					
Instructional Equipment	-	14,405	14,405	14,405	-
Non-Instructional Equipment	-	5,982	5,982	5,982	-
Construction Services	-	322,087	322,087	322,087	-
Total Equipment	-	342,474	342,474	342,474	-
Total Expenditures	2,596,582	852,599	3,449,181	3,449,181	-
Total Outflows	2,596,582	852,599	3,449,181	3,449,181	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	$ -	$ -

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET-TO-GAAP RECONCILIATION
FISCAL YEAR ENDED JUNE 30, 2012

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	$ 181,223,778	$ 3,449,181
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		46,896
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	4,411,367	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(4,735,765)	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	$ 180,899,380	$ 3,496,077
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	173,224,825	3,449,181
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for *budgetary* purposes, but in the year the supplies are received for *financial reporting* purposes.	-	46,896
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.		
Net transfers (outflows) to capital projects fund	-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	$ 173,224,825	$ 3,496,077

OTHER SUPPLEMENTARY INFORMATION

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SPECIAL REVENUE FUND
DETAIL STATEMENTS

The Special Revenue Fund is 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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	NONPUBLIC AID					Perkins		I.D.E.A.		
	Textbooks	Nursing	Suppl. Instr.	Exam. and Classif.	Corr Speech	Current	Run-Out	Current	Run-Out	ARRA
REVENUES:										
Local Sources	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State Sources	2,976	4,962	1,684	2,898	553	-	-	-	-	-
Federal Sources	-	-	-	-	-	73,747	4,434	2,103,024	625	471,318
Total Revenues	$ 2,976	$ 4,962	$ 1,684	$ 2,898	$ 553	$ 73,747	$ 4,434	$ 2,103,024	$ 625	$ 471,318
EXPENDITURES:										
Instruction:										
Salaries of Teachers	-	-	-	-	-	-	-	1,668,015	-	-
Other Salaries for Instructior	-	-	-	-	-	-	-	-	-	-
Other Salaries	-	-	-	-	-	-	-	-	-	90,132
Purchased Prof. & Technical Svcs	-	-	-	-	-	810	-	-	-	-
Other Purchased Services	-	-	-	-	-	-	-	-	-	-
Tuition - Private School Disablec	-	-	-	-	-	-	-	140,358	-	-
General Supplies	-	-	-	-	-	56,913	4,434	-	-	22,373
Other	-	-	-	-	-	8,514	-	7,752	-	-
Textbooks	2,976	-	-	-	-	-	-	-	-	-
Total Instruction	2,976	-	-	-	-	66,237	4,434	1,816,125	-	112,505
Support Services:										
Salaries - Support	-	-	-	-	-	-	-	-	-	16,161
Personal Svcs. - Emp. Benefits	-	-	-	-	-	-	-	286,899	-	8,026
Purchased Prof.-Educational Svcs	-	4,962	1,684	2,898	553	-	-	-	625	-
Other Purchased Services	-	-	-	-	-	1,340	-	-	-	1,035
Supplies & Materials	-	-	-	-	-	-	-	-	-	350
Total Support Services	-	4,962	1,684	2,898	553	1,340	-	286,899	625	25,572
Facilities acquisition and construction										
Instructional Equipmen	-	-	-	-	-	6,170	-	-	-	5,172
Non-Instructional Equipment	-	-	-	-	-	-	-	-	-	5,982
Construction Services	-	-	-	-	-	-	-	-	-	322,087
Total Facilities acquisition and construction	-	-	-	-	-	6,170	-	-	-	333,241
Total Expenditures	$ 2,976	$ 4,962	$ 1,684	$ 2,898	$ 553	$ 73,747	$ 4,434	$ 2,103,024	$ 625	$ 471,318
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-	-	-

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Title I		Title IIA		Title III			Post Second
	Current	Run-Out	Current	Run-out	Current	Run-out	Imm Run-out	Outcomes
REVENUES:								
Local Sources	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
State Sources	-	-	-	-	-	-	-	$ 20,398
Federal Sources	383,169	85,504	151,005	25,509	15,586	11,509	4,250	-
Total Revenues	$ 383,169	$ 85,504	$ 151,005	$ 25,509	$ 15,586	$ 11,509	$ 4,250	$ 20,398
EXPENDITURES:								
Instruction:								
Salaries of Teachers	113,500	-	-	-	-	-	-	-
Other Salaries for Instructior	74,670	-	-	-	-	-	-	-
Other Salaries	13,296	3,500	72,520	20,784	4,710	500	-	20,398
Purchased Prof. & Technical Svcs	-	-	-	-	250	4,009	-	-
Other Purchased Services	-	-	-	-	-	-	-	-
Tuition - Private School Disablec	-	-	-	-	-	-	-	-
General Supplies	94,515	54,313	-	-	9,828	7,000	4,250	-
Other	3,195	-	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-	-	-
Total Instruction	299,176	57,813	72,520	20,784	14,788	11,509	4,250	20,398
Support Services:								
Salaries - Support	-	-	-	-	-	-	-	-
Personal Svcs. - Emp. Benefits	26,251	-	5,548	181	360	-	-	-
Purchased Prof.-Educational Svcs	-	-	34,600	-	-	-	-	-
Other Purchased Services	53,108	14,328	2,795	-	438	-	-	-
Supplies & Materials	1,571	13,363	35,542	4,544	-	-	-	-
Total Support Services	80,930	27,691	78,485	4,725	798	-	-	-
Facilities acquisition and construction serv:								
Instructional Equipmen	3,063	-	-	-	-	-	-	-
Non-Instructional Equipment	-	-	-	-	-	-	-	-
Construction Services	-	-	-	-	-	-	-	-
Total Facilities acquisition and construction serv:	3,063	-	-	-	-	-	-	-
Total Expenditures	$ 383,169	$ 85,504	$ 151,005	$ 25,509	$ 15,586	$ 11,509	$ 4,250	$ 20,398
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	A.F.C.E.A.	JROTC	Lowe's	RLA	College Fair	DCH Auto	Howell Athletics	Totals
REVENUES:								
Local sources	$ 7,515	$ 23,603	$ 238	$ 4,000	$ 38,758	$ 9,000	$ 2,916	$ 86,030
State sources	-	-	-	-	-	-	-	33,471
Federal sources	-	-	-	-	-	-	-	3,329,680
Total Revenues	$ 7,515	$ 23,603	$ 238	$ 4,000	$ 38,758	$ 9,000	$ 2,916	$ 3,449,181
EXPENDITURES:								
Instruction:								
Salaries of Teachers	-	-	-	-	-	-	-	$ 1,781,515
Other Salaries for Instructior	-	-	-	-	-	-	-	74,670
Other Salaries	-	-	-	-	30,348	9,000	-	265,188
Purchased Prof. and Tech Svcs	-	23,603	-	-	-	-	-	28,672
Other Purchased Services	-	-	-	-	6,870	-	-	6,870
Tuition - Private School Disablec	-	-	-	-	-	-	-	140,358
General Supplies	7,515	-	238	4,000	1,540	-	2,916	269,835
Other	-	-	-	-	-	-	-	19,461
Textbooks	-	-	-	-	-	-	-	2,976
Total Instruction	7,515	23,603	238	4,000	38,758	9,000	2,916	2,589,545
Support Services:								
Salaries - Support	-	-	-	-	-	-	-	16,161
Personal Svcs. - Emp. Benefits	-	-	-	-	-	-	-	327,265
Purchased Prof.-Educational Svcs	-	-	-	-	-	-	-	45,322
Other Purchased Services	-	-	-	-	-	-	-	73,044
Supplies & Materials	-	-	-	-	-	-	-	55,370
Total Support Services	-	-	-	-	-	-	-	517,162
Facilities acquisition and construction serv:								
Instructional Equipmen	-	-	-	-	-	-	-	14,405
Non-Instructional Equipment	-	-	-	-	-	-	-	5,982
Construction Services	-	-	-	-	-	-	-	322,087
Total Facilities acquisition and construction serv:	-	-	-	-	-	-	-	342,474
Total Expenditures	$ 7,515	$ 23,603	$ 238	$ 4,000	$ 38,758	$ 9,000	$ 2,916	$ 3,449,181
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-

CAPITAL PROJECTS FUND
DETAIL STATEMENTS

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, as well as grants authorized by the New Jersey School Development Authority.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date Prior Years	GAAP Expenditures to Date Current Year	Unexpended Appropriations June 30, 2012
Freehold Boro High School - Corridor Roof Repair	5/1/2009	$ 102,249	$ 102,249	$ -	$ -
Howell High School - Water Main Replacement	5/1/2009	73,651	73,651	-	-
Manalapan High School - Partial Roof Replacement	5/1/2009	160,246	160,246	-	-
Totals		$ 336,146	$ 336,146	$ -	$ -

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Revenues and Other Financing Sources:	
State sources - SDA grant	
Transfer from capital reserve	
Total Revenues	-
Expenditures and Other Financing Uses:	
Purchased professional and technical services	
Construction services	
Total Expenditures	-
Excess (Deficiency) of revenues over (under) expenditures	$ -

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
FREEHOLD BORO HIGH SCHOOL - CORRIDOR ROOF REPAIR
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Period	Totals	Revised Authorized Costs
Revenues and Other Funding Sources:				
State sources - SDA grant	$ 40,900	$ -	$ 40,900	$ 40,900
Transfer from capital reserve	61,349	-	61,349	61,349
Total Revenues	102,249	-	102,249	102,249
Expenditures and Other Financing Uses:				
Purchased professional and technical services	8,424	-	8,424	8,424
Construction services	93,825	-	93,825	93,825
Total Expenditures	102,249	-	102,249	102,249
Excess (Deficiency) of revenues over (under) expenses	$ -	$ -	$ -	$ -

Additional Project Information:

Project Number	1650-050-09-1001
Grant Date/Letter of Notification	5/1/2009
Bond Authorization/Referendum Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Project Authorized Cost	$93,753
Additional Authorized Cost	$8,496
Revised Authorized Cost	$102,249
Percentage Increase Over Original Authorized Cost	9%
Percentage Completion	100%
Original Target Completion Date	8/28/2009
Actual Completion Date	9/1/2010

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS

HOWELL HIGH SCHOOL - WATER MAIN REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Period	Totals	Revised Authorized Costs
Revenues and Other Funding Sources:				
State sources - SDA grant	$ 29,460	$ -	$ 29,460	$ 29,460
Transfer from capital reserve	44,191	-	44,191	44,191
Total Revenues	73,651	-	73,651	73,651
Expenditures and Other Financing Uses:				
Purchased professional and technical services	18,197	-	18,197	18,197
Construction services	55,454	-	55,454	55,454
Total Expenditures	73,651	-	73,651	73,651
Excess (Deficiency) of revenues over (under) expenses	$ -	$ -	$ -	$ -

Additional Project Information:

Project Number	1650-050-09-1003
Grant Date/Letter of Notification	5/1/2009
Bond Authorization/Referendum Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Project Authorized Cost	$218,750
Additional Authorized Cost	($145,099)
Revised Authorized Cost	$73,651
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	9/1/2010
Actual Completion Date	6/15/2010

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
MANALAPAN HIGH SCHOOL - PARTIAL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Prior Periods	Current Period	Totals	Revised Authorized Costs
Revenues and Other Funding Sources:				
State sources - SDA grant	$ 64,098		$ 64,098	$ 64,098
Transfer from capital reserve	96,148		96,148	96,148
Total Revenues	160,246	-	160,246	160,246
Expenditures and Other Financing Uses:				
Purchased professional and technical services	19,127	-	19,127	19,127
Construction services	141,119	-	141,119	141,119
Total Expenditures	160,246	-	160,246	160,246
Excess (Deficiency) of revenues over (under) expenses	$ -	$ -	$ -	$ -

Additional Project Information:

Project Number	1650-050-09-1004
Grant Date/Letter of Notification	5/1/2009
Bond Authorization/Referendum Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Project Authorized Cost	$297,015
Additional Authorized Cost	($136,769)
Revised Authorized Cost	$160,246
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	9/1/2010
Actual Completion Date	6/15/2010

PROPRIETARY FUND DETAIL STATEMENTS

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

FOOD SERVICES FUND: This fund provides for the operation of Food services within the school district.

EXTRACURRICULAR FUND: This fund provides for the operation of An Ice Hockey Program within the school district.

SAT PREP FUND: This fund provides for the operation of a voluntary academic enhancement program within the school district.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUND
JUNE 30, 2012

	Major Fund	Non-Major Fund			
	Food Service Fund	Extra Curricular	SAT Prep	Total	Totals
ASSETS					
Current Assets:					
Cash and Cash Equivalents	$ 88,848	$ -	$ -	$ -	$ 88,848
Intergovernmental Receivables	60,587		-	-	60,587
Other Receivable	327,984	-	-	-	327,984
Interfund Receivable	341,948	23,800	-	23,800	365,748
Inventories	20,422	-	-	-	20,422
Total Current Assets	839,789	23,800	-	23,800	863,589
Noncurrent Assets:					
Furniture, Machinery & Equipment	510,235	-	-	-	510,235
Less Accumulated Depreciation	(420,243)	-	-	-	(420,243)
Total Noncurrent Assets	89,992	-	-	-	89,992
Total Assets	$ 929,781	$ 23,800	$ -	$ 23,800	$ 953,581
LIABILITIES					
Current liabilities:					
Accounts Payable	$ 239,293	$ -	$ -	$ -	$ 239,293
Total Current Liabilities	$ 239,293	$ -	$ -	$ -	$ 239,293
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	$ 89,992	$ -	$ -	$ -	$ 89,992
Unrestricted	600,496	23,800	-	23,800	624,296
Total Net Assets	$ 690,488	$ 23,800	$ -	$ 23,800	$ 714,288

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Major Fund	Non-Major Fund			
	Food Service Fund	Extra Curricular	SAT Prep	Total	Total
OPERATING REVENUES					
Charges for Services:					
Daily Sales - Non-reimbursable Programs	$ 2,909,211	$ -	$ -	$ -	$ 2,909,211
Fees for Services	-	262,776	22,202	284,978	284,978
	2,909,211	262,776	22,202	284,978	3,194,189
OPERATING EXPENSES					
Cost of Sales	1,163,694	-	-	-	1,163,694
Salaries	1,433,973	91,934	21,779	113,713	1,547,686
Employee Benefits	447,412	-	-	-	447,412
Supplies and Materials	103,930	1,501	3,759	5,260	109,190
Equipment Repair and Maintenance	63,644	-	-	-	63,644
Insurance	266,391	-	-	-	266,391
Laundry and Uniforms	8,740	-	-	-	8,740
Travel	12,300	5,396	-	5,396	17,696
Depreciation	41,096	-	-	-	41,096
Licenses	7,486	-	-	-	7,486
Miscellaneous	19,681	-	-	-	19,681
Facility Rental	-	128,145	-	128,145	128,145
League Fees	-	12,000	-	12,000	12,000
Total Operating Expenses	3,568,347	238,976	25,538	264,514	3,832,861
Operating Gain/(Loss)	(659,136)	23,800	(3,336)	20,464	(638,672)
NONOPERATING REVENUES					
State Sources:					
State School Lunch Program	16,172	-	-	-	16,172
Federal Sources:					
National School Lunch Program	311,343	-	-	-	311,343
National School Breakfast Program	32,783	-	-	-	32,783
Food Distribution Program	72,714	-	-	-	72,714
Total Nonoperating Revenues	433,012	-	-	-	433,012
Change in Net Assets	(226,124)	23,800	(3,336)	20,464	(205,660)
Total Net Assets - Beginning	916,612	-	3,336	3,336	919,948
Total Net Assets - Ending	$ 690,488	$ 23,800	$ -	$ 23,800	$ 714,288

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Major Fund	Non-Major Fund			
	Food Service Fund	Extra Curricular	SAT Prep	Total	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from Customers	$ 2,903,833	$ 262,776	$ 22,202	$ 284,978	$ 3,188,811
Payments to Employees	(1,438,859)	(238,976)	(25,538)	(264,514)	(1,703,373)
Payments for Employee Benefits	(433,074)	-	-	-	(433,074)
Payments to Suppliers	(1,569,579)	-	-	-	(1,569,579)
Net Cash Provided by (Used in) Operating Activities	(537,679)	23,800	(3,336)	20,464	(517,215)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
State Sources	15,158	-	-	-	15,158
Federal Sources	302,147	-	-	-	302,147
Transfers to other funds	(273,759)	(23,800)	-	(23,800)	(297,559)
Net Cash Provided by Non-Capital Financing Activities	43,546	(23,800)	-	(23,800)	19,746
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of Capital Assets	(6,850)	-	-	-	(6,850)
Net Cash Used for Capital and Related Financing Activities	(6,850)	-	-	-	(6,850)
Net Increase/(Decrease) in Cash and Cash Equivalents	(500,983)	-	(3,336)	(3,336)	(504,319)
Balance - Beginning of Year	589,831	-	3,336	3,336	593,167
Balance - End of Year	$ 88,848	$ -	$ -	$ -	$ 88,848
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:					
Operating Gain/Loss	$ (659,136)	$ 23,800	$ (3,336)	$ 20,464	(638,672)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	21,976	-	-	-	21,976
Donated Commodities Received During the Year	72,713	-	-	-	72,713
(Increase)Decrease in Accounts Receivable, Net	(13,254)	8,669	-	8,669	(4,585)
(Increase)Decreasein Inventories	15,293	-	-	-	15,293
Increase(Decrease) in Deferred Revenue	(5,378)	-	-	-	(5,378)
Increase(Decrease) in Accounts Payable	30,107	(8,669)	-	(8,669)	21,438
Total Adjustments	121,457	-	-	-	121,457
Net Cash Provided by (Used in) Operating Activities	$ (537,679)	$ 23,800	$ (3,336)	$ 20,464	$ (517,215)

FIDUCIARY FUNDS
DETAIL STATEMENTS

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

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.

Private Purpose Trust – These trust funds are used to account for assets held by the district for scholarships and loans to the students where there are no restrictions regarding the use of principal and income.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2012

	Unemployment Compensation Insurance Trust	Private Purpose Trust	Agency Funds	Totals
ASSETS				
Cash and Cash Equivalents	$ 1,124,891	$ 1,009,262	$ 1,342,976	$ 3,477,129
Accounts Receivable	243,000	-	-	243,000
Intrafund Receivable	48,042	-	-	48,042
Total Assets	$ 1,415,933	$ 1,009,262	$ 1,342,976	$ 3,768,171
LIABILITIES				
Accounts Payable	$ 164,280	$ -	$ -	$ 164,280
Intrafund Payable	-	-	48,042	$ 48,042
Interfund Payable	-	-	412,028	412,028
Payable to Student Groups	-	-	855,617	855,617
Payroll Deductions and Withholdings	-	-	27,289	27,289
Total Liabilities	$ 164,280	$ -	$ 1,342,976	$ 1,507,256
NET ASSETS				
Held in Trust for Unemployment Claims and Other Purposes	$ 1,251,653	$ -	$ -	$ 1,251,653
Reserved for Scholarships	-	1,009,262	-	1,009,262
Total Net Assets	1,251,653	1,009,262	-	2,260,915
Total Liabilities and Net Assets	$ 1,415,933	$ 1,009,262	$ 1,342,976	$ 3,768,171

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Unemployment Compensation Insurance Trust	Private Purpose Trust	Totals
ADDITIONS			
Contributions:			
Plan Members	$ 221,317	$ -	$ 221,317
District	243,000	-	243,000
Donations	-	26,095	26,095
Total Contributions	464,317	26,095	490,412
Investment Earnings:			
Interest	504	407	911
Net Investment Earnings	504	407	911
Total Additions	464,821	26,502	491,323
DEDUCTIONS			
Loans Receivable Canceled	-	21,414	-
Quarterly Contribution Reports	94,273	-	94,273
Unemployment Claims	385,301	-	385,301
Scholarships Awarded	-	33,775	33,775
Total Deductions	479,574	55,189	513,349
Change in Net Assets	(14,753)	(28,687)	(43,440)
Net Assets - Beginning of the Year	1,266,406	1,037,949	2,304,355
Net Assets - End of the Year	$ 1,251,653	$ 1,009,262	$ 2,260,915

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Balance July 1, 2011	Cash Receipts	Cash Disbursements	Balance June 30, 2012
HIGH SCHOOLS:				
Colts Neck	$ 129,450	$ 449,490	$ 489,461	$ 89,478
Freehold Borough	116,647	283,697	290,784	$ 109,559
Freehold Township	202,434	458,389	459,917	$ 200,906
Howell	112,682	353,569	354,996	$ 111,254
Manalapan	133,377	449,052	430,182	$ 152,247
Marlboro	176,393	362,921	347,142	$ 192,172
TOTAL ASSETS	$ 870,983	$ 2,357,117	$ 2,372,482	$ 855,617

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
ASSETS:				
Cash and Cash Equivalents	$ 139,479	$ 104,404,686	$ 104,056,806	$ 487,359
TOTAL ASSETS	$ 139,479	$ 104,404,686	$ 104,056,806	$ 487,359
LIABILITIES:				
Payroll Deductions and Withholding	$ 75,827	$ 42,622,565	$ 42,671,103	$ 27,289
Employee Pay	-	61,163,526	61,163,526	-
Intrafund Payable	45,323	221,317	218,598	48,042
Interfund Payable	18,329	396,810	3,111	412,028
TOTAL LIABILITIES	$ 139,479	$ 104,404,218	$ 104,056,338	$ 487,359

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LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF SERIAL BONDS
AS OF JUNE 30, 2012

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance July 1, 2011	Retired Current Year	Balance June 30, 2012
Refunded - Additions and renovations of Colts Neck, Freehold, Freehold Twp, Howell, Manalapan, and Marlboro High Schools	11/16/2001	$ 42,690,000	3/1/2013	3,635,000	5.00%	$ 38,490,000	$ 3,455,000	$ 35,035,000
			3/1/2014	3,830,000	5.00%			
			3/1/2015	4,030,000	5.00%			
			3/1/2016	4,240,000	5.00%			
			3/1/2017	4,460,000	5.00%			
			3/1/2018	4,695,000	5.00%			
			3/1/2019	4,940,000	5.00%			
			3/1/2020	5,205,000	5.00%			
						-	-	-
						$ 38,490,000	$ 3,455,000	$ 35,035,000

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 4,071,262	$ -	$ 4,071,262	$ 4,071,262	$ -
State Sources:					
Debt Service Aid	1,308,238	-	1,308,238	1,308,238	-
Total - State Sources	1,308,238	-	1,308,238	1,308,238	-
Total Revenues	5,379,500	-	5,379,500	5,379,500	-
EXPENDITURES:					
Regular Debt Service:					
Interest	1,924,500	-	1,924,500	1,924,500	-
Redemption of Principal	3,455,000	-	3,455,000	3,455,000	-
Total Regular Debt Service	5,379,500	-	5,379,500	5,379,500	-
Total Expenditures	5,379,500	-	5,379,500	5,379,500	-
Deficiency of Revenues Under Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	$ -	$ -	$ -	$ -	$ -
Recapitulation of Deficiency of Revenues Under Expenditures					
Budgeted Fund Balance	$ -	$ -	$ -	$ -	$ -

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STATISTICAL SECTION
(UNAUDITED)

Contents **Pages**

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

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

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (CAFR) for the relevant year. The District implemented GASB Statement 34 in the fiscal year ending June 30, 2002; schedules presenting district-wide information include information beginning in that year.*

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
UNAUDITED

(accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2012	2011	2010	2009
Governmental activities				
Invested in capital assets, net of related debt	$ 64,842,350	$ 65,477,800	$ 66,304,436	$ 64,266,384
Restricted	21,024,274	12,809,243	6,513,220	8,567,707
Unrestricted	(195,128)	951,687	3,468,668	(395,231)
Total governmental activities net assets	$ 85,671,496	$ 79,238,730	$ 76,286,324	$ 72,438,860
Business-type activities				
Invested in capital assets, net of related debt	$ 89,992	$ 105,119	$ 126,753	$ 118,069
Unrestricted	624,296	814,829	751,526	746,865
Total business-type activities net assets	$ 714,288	$ 919,948	$ 878,279	$ 864,934
District-wide				
Invested in capital assets, net of related debt	$ 64,932,342	$ 65,582,919	$ 66,431,189	$ 64,384,453
Restricted	21,024,274	12,809,243	6,513,220	8,567,707
Unrestricted	429,168	1,766,516	4,220,194	351,634
Total district net assets	$ 86,385,784	$ 80,158,678	$ 77,164,603	$ 73,303,794

Source: CAFR Schedule A-1

	Fiscal Year Ended June 30,					
2008	2007	2006	2005	2004	2003
$ 62,547,581	$ 60,099,328	$ 57,132,033	$ 53,718,752	$ 50,450,216	$ 41,528,879
7,261,951	5,619,907	5,619,979	8,133,035	6,393,712	9,355,508
(741,832)	1,620,498	2,532,519	1,360,260	2,731,986	1,302,815
$ 69,067,700	$ 67,339,733	$ 65,284,531	$ 63,212,047	$ 59,575,914	$ 52,187,202
$ 136,825	$ 116,619	$ 68,813	$ 62,639	$ 46,755	$ 40,118
631,922	765,204	727,740	454,205	556,151	481,454
$ 768,747	$ 881,823	$ 796,553	$ 516,844	$ 602,906	$ 521,572
$ 62,684,406	$ 60,215,947	$ 57,200,846	$ 53,781,391	$ 50,496,971	$ 41,568,997
7,261,951	5,619,907	5,619,979	8,133,035	6,393,712	9,355,508
(109,910)	2,385,702	3,260,259	1,814,465	3,288,137	1,784,269
$ 69,836,447	$ 68,221,556	$ 66,081,084	$ 63,728,891	$ 60,178,820	$ 52,708,774

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET ASSETS,
LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	2012	2011	2010
Expenses			
Governmental Activities			
Instruction:			
Regular	$ 79,320,371	$ 77,375,649	$ 79,855,943
Special Education	13,906,774	12,282,407	9,471,600
Other Instruction	8,916,004	8,978,180	9,136,052
Support Services:			
Tuition	13,994,362	13,678,378	12,197,151
Student & Instruction Related Services	18,231,436	17,684,670	18,477,174
School Administrative Services	9,419,268	9,211,957	9,288,344
General Administrative Services	2,155,127	1,754,559	2,267,175
Central Service/Admin Information Technology	3,588,070	3,419,374	3,299,725
Plant Operations and Maintenance	15,753,689	16,427,929	17,465,039
Pupil Transportation	16,174,059	15,747,415	18,190,193
Special Schools	-	240	390,309
Capital Outlay	-	-	-
Transfer to Charter School	29,312	14,656	15,292
Interest on Long-Term Debt	1,872,820	2,033,833	2,201,017
Unallocated Depreciation and Amortization	34,303	34,303	34,303
Total Governmental Activities	183,395,595	178,643,552	182,289,317
Business-Type Activities			
Food Service	$ 3,568,347	$ 3,360,076	$ 3,426,440
Extra Curricular Fund	238,976	227,348	222,845
SAT Prep Program	25,538	20,963	-
Total Business-Type Activities	3,832,861	3,608,387	3,649,285
Total District Expenses	$ 187,228,456	$ 182,251,939	$ 185,938,602
Program Revenues			
Governmental Activities			
Charges for services	$ 254,971	$ 75,241	$ 352,974
Operating Grants and Contributions	468,018	609,714	798,443
Capital Grants and Contributions	-	-	-
Total Governmental Activities Program Revenues	722,989	684,955	1,151,417
Business-Type Activities			
Charges for services			
Food Service	2,909,211	2,941,180	2,944,677
Extra Curricular Fund	262,776	227,348	222,845
SAT Prep Program	22,202	24,299	
Operating grants and contributions	433,012	457,229	495,107
Total Business-Type Activities Program Revenues	3,627,201	3,650,055	3,662,629
Total District Program Revenue	$ 4,350,190	$ 4,335,010	$ 4,814,046
Net (Expense)/Revenue			
Governmental Activities	$ (182,672,605)	$ (177,958,597)	$ (181,137,900)
Business-Type Activities	(205,660)	41,669	13,344
Total District-Wide Net Expense	$ (182,878,265)	$ (177,916,928)	$ (181,124,556)

	Fiscal Year Ended June 30,						
	2009	2008	2007	2006	2005	2004	2003
	$ 72,166,199	$ 70,640,599	$ 65,596,742	$ 61,929,493	$ 59,266,285	$ 56,192,631	$ 49,968,948
	10,412,993	8,983,892	11,840,343	8,672,561	5,079,128	4,224,671	3,552,779
	9,114,401	8,612,612	8,751,303	7,879,500	6,172,818	5,480,418	5,193,339
	13,015,812	15,013,306	10,952,382	10,652,056	10,205,890	9,272,579	8,380,774
	17,399,289	15,462,451	15,742,207	14,558,601	16,927,159	16,076,923	16,141,063
	8,678,752	8,517,200	9,288,997	8,272,250	7,761,954	7,188,001	6,880,733
	5,477,731	5,547,284	4,932,793	4,472,690	4,337,969	4,086,259	3,725,835
	-	-	-	-	-	-	-
	18,045,436	19,505,838	17,834,928	17,045,818	15,944,586	14,574,434	13,966,341
	18,485,087	16,490,332	16,617,218	15,520,978	13,971,301	13,174,106	12,493,949
	347,995	235,386	285,750	262,183	214,950	192,363	184,966
	-	83,796	-	-	-	-	-
	-	-	2,062	9,220	8,950	-	-
	2,364,710	3,382,765	2,874,208	3,171,408	3,466,983	3,762,081	4,054,102
	34,303	34,303	34,303	41,323	41,327	41,327	41,327
	175,542,708	172,509,764	164,753,236	152,488,081	143,399,300	134,265,793	124,584,156
	$ 3,919,325	$ 3,663,544	$ 3,606,359	$ 3,300,482	$ 3,413,177	$ 2,889,955	$ 2,701,197
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	3,919,325	3,663,544	3,606,359	3,300,482	3,413,177	2,889,955	2,701,197
	$ 179,462,033	$ 176,173,308	$ 168,359,595	$ 155,788,563	$ 146,812,477	$ 137,155,748	$ 127,285,353
	$ 107,441	$ 214,292	$ 174,415	$ 147,684	$ 143,591	$ 191,252	$ 244,917
	855,928	1,471,379	1,006,820	1,109,485	1,211,572	1,313,658	1,046,486
	-	-	17,060	40,901	-	15,012	7,500
	963,369	1,685,671	1,198,295	1,298,070	1,355,163	1,519,922	1,298,903
	3,461,930	3,128,462	3,316,227	3,226,904	3,017,514	2,739,477	2,495,923
	-	-	-	-	-	-	-
	553,582	422,006	375,402	353,287	309,601	231,812	182,989
	4,015,512	3,550,468	3,691,629	3,580,191	3,327,115	2,971,289	2,678,912
	$ 4,978,881	$ 5,236,139	$ 4,889,924	$ 4,878,261	$ 4,682,278	$ 4,491,211	$ 3,977,815
	$ (174,579,339)	$ (170,824,093)	$ (163,554,941)	$ (151,190,011)	$ (142,044,137)	$ (132,745,871)	$ (123,285,253)
	96,187	(113,076)	85,270	279,709	(86,062)	81,334	(22,285)
	$ (174,483,152)	$ (170,937,169)	$ (163,469,671)	$ (150,910,302)	$ (142,130,199)	$ (132,664,537)	$ (123,307,538)

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET ASSETS,
LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	2012	2011	2010
Governmental Revenues			
Governmental Activities			
Property Taxes Levied for General Purposes	115,600,253		112,783,657
Property Taxes Levied for Debt Service	4,071,262		3,462,300
Unrestricted Grants and Contributions	64,262,301		62,218,157
Restricted Grants and Contributions	4,250,267		5,935,387
Interest and Investment Earnings	-		-
Miscellaneous Income	931,185		585,862
Transfers	-		-
Gain (Loss) on Sale of Equipment	(9,896)		-
Total Governmental Activities	189,105,372	-	184,985,363
Change in Net Assets			
Governmental Activities	$ 6,432,766	$ (177,958,597)	$ 3,847,463
Business-Type Activities	(205,660)	41,669	13,344
Total District	$ 6,227,106	$ (177,916,928)	$ 3,860,807

Source: CAFR Schedule A-2

Fiscal Year Ended June 30,						
2009	2008	2007	2006	2005	2004	2003
110,882,300	106,617,596	100,847,680	93,500,842	87,604,595	83,109,154	75,620,227
3,474,896	5,025,434	5,216,532	5,374,658	5,010,198	5,539,983	4,425,931
62,811,715	60,138,111	58,446,860	53,489,295	52,341,174	51,033,636	45,359,447
194,536	603,643	856,768	653,451	442,853	205,439	328,729
587,052	167,276	271,500	239,549	270,320	246,371	192,563
-	-	(28,875)	-	-	-	-
-	-	(322)	4,700	11,130	-	-
177,950,499	172,552,060	165,610,143	153,262,495	145,680,270	140,134,583	125,926,897
$ 3,371,160	$ 1,727,967	$ 2,055,202	$ 2,072,484	$ 3,636,133	$ 7,388,712	$ 2,641,644
96,187	(113,076)	85,270	279,709	(86,062)	81,334	(22,285)
$ 3,467,347	$ 1,614,891	$ 2,140,472	$ 2,352,193	$ 3,550,071	$ 7,470,046	$ 2,619,359

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

	As of June 30,			
	2012	2011	2010	2009
General Fund				
Restricted	$ 21,024,274	12,827,685		
Assigned	2,218,598	2,587,356		
Unassigned	-	153,276		
Reserved	-		$ 7,092,073	$ 9,550,771
Unreserved	-	-	4,289,726	741,628
Total general fund	$ 23,242,872	$ 15,568,317	$ 11,381,799	$ 10,292,399
All Other Governmental Funds				
Reserved	$ -	$ -	$ -	$ -
Unreserved, reported in:				
Special revenue fund	-	-	-	-
Capital projects fund	-	-	-	-
Debt service fund	-	-	-	-
Total all other governmental funds	$ -	$ -	$ -	$ -

Source: CAFR Schedule B-1

	As of June 30,				
2008	2007	2006	2005	2004	2003
$ 7,019,262	$ 3,795,928	$ 5,619,907	$ 8,117,877	$ 6,940,735	$ 2,280,398
1,487,631	5,556,140	4,054,842	2,853,669	3,562,866	3,201,032
$ 8,506,893	$ 9,352,068	$ 9,674,749	$ 10,971,546	$ 10,503,601	$ 5,481,430
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	(21,581)
-	-	-	-	406,911	6,877,686
-	-	72	15,158	570,338	197,424
$ -	$ -	$ 72	$ 15,158	$ 977,249	$ 7,053,529

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

	As of June 30,			
	2012	2011	2010	2009
Revenues				
Tax levy	$ 119,671,515	$ 119,663,191	$ 116,245,957	$ 114,357,196
Tuition charges	166,772	75,241	236,050	35,527
Interest Earned on Investments	38,940	70,015	60,443	194,536
Miscellaneous	917,144	629,048	642,344	658,966
State sources	63,785,249	58,073,019	56,905,827	60,739,212
Federal sources	5,195,337	3,085,445	12,046,159	2,928,431
Total Revenue	189,774,957	181,595,959	186,136,780	178,913,868
Expenditures				
Instruction				
Regular Instruction	$ 53,010,885	$ 50,466,657	$ 55,759,577	$ 51,645,808
Special Education Instruction	9,709,787	8,241,644	6,768,646	7,286,673
Other Instruction	6,474,132	6,342,900	6,879,582	6,633,811
Support Services				
Instruction	13,994,362	13,678,378	12,197,151	13,015,812
Student & Instruction Related Services	12,952,335	12,306,294	13,609,000	12,976,196
School Administrative Services	6,550,897	6,218,510	6,641,945	6,322,266
General Administration	1,985,654	1,635,170	2,108,923	
General and Central Services	-	-	-	4,577,957
Central Services & Admin. Technology	2,660,101	2,433,933	2,404,433	
Plant Operations and Maintenance	12,971,617	13,434,482	14,546,194	15,210,424
Pupil Transportation	13,836,574	13,149,260	15,718,142	15,526,401
Employee Benefits	41,829,101	43,493,500	39,128,215	35,400,749
Special Schools	-	240	278,502	251,758
Charter Schools	29,312	14,656	15,292	-
Capital Outlay	716,145	625,315	3,634,504	2,902,082
Debt Service :				
Principal	3,455,000	3,280,000	3,100,000	2,960,000
Interest and Other Charges	1,924,500	2,088,500	2,257,275	2,418,425
Total Expenditures	182,100,402	177,409,441	185,047,381	177,128,362
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,674,555	4,186,518	1,089,399	1,785,506
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	$ 7,674,555	$ 4,186,518	$ 1,089,399	$ 1,785,506
Debt service as a percentage of noncapital expenditures	2.97%	3.04%	2.95%	3.09%

Source: CAFR Schedule B-2

	As of June 30,					
2008	2007	2006	2005	2004	2003
$ 111,643,030	$ 106,064,212	$ 98,875,500	$ 92,614,793	$ 88,649,137	$ 80,046,158
108,800	174,415	147,684	143,591	191,252	244,917
603,643	856,768	653,451	442,853	205,439	328,729
272,768	271,500	239,549	270,320	246,371	192,563
58,666,732	56,864,580	52,184,257	51,201,486	50,054,618	44,466,564
2,942,758	2,589,099	2,414,523	2,351,260	2,292,676	1,939,369
174,237,731	166,820,574	154,514,964	147,024,303	141,639,493	127,218,300
$ 50,031,689	$ 44,767,309	$ 44,619,339	$ 43,305,122	$ 40,894,540	$ 37,147,043
6,965,827	8,503,189	5,983,465	3,330,368	2,751,555	2,628,740
6,649,245	6,525,571	6,106,800	5,074,464	4,446,557	4,338,919
11,494,308	10,952,382	10,652,056	10,205,890	9,272,579	8,380,774
11,952,401	11,631,945	11,122,006	13,068,619	12,408,491	12,484,251
6,516,811	6,427,288	6,148,834	5,877,922	5,445,479	5,329,021
4,353,463	3,961,467	3,671,247	3,639,488	3,477,389	3,322,445
14,803,886	14,919,095	14,602,429	13,733,038	12,450,365	12,038,601
14,984,584	13,890,500	13,166,507	11,814,953	11,051,896	10,556,823
37,266,935	35,107,074	28,694,578	26,254,248	23,371,727	19,944,260
235,386	202,322	193,217	161,244	144,805	142,244
-	2,062	9,220	8,950	-	-
2,196,026	2,298,640	2,664,341	2,580,760	8,249,737	15,562,749
4,985,000	4,980,000	4,950,000	4,925,000	4,895,000	4,865,000
2,647,345	2,945,608	3,242,808	3,538,383	3,833,482	4,125,502
175,082,906	167,114,452	155,826,847	147,518,449	142,693,602	140,866,372
(845,175)	(293,878)	(1,311,883)	(494,146)	(1,054,109)	(13,648,072)
-	-	288,216	594,953	582,127	947,502
-	(28,875)	(288,216)	(594,953)	(582,127)	(947,502)
-	(28,875)	-	-	-	-
$ (845,175)	$ (322,753)	$ (1,311,883)	$ (494,146)	$ (1,054,109)	$ (13,648,072)
4.41%	4.81%	5.35%	5.84%	6.49%	7.17%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

	As of June 30,				
	2012	2011	2010	2009	2008
Athletic Fees	$ 69,310	$ 103,985	$ 97,112	$ 113,391	$ 122,378
Facility Rental	88,199	101,813	116,924	71,914	105,492
Refund of Prior Year Expenditures	429,465	122,723	197,482	280,321	722
Transportation Fees from Other LEAs	-	6,937	-	-	-
Miscellaneous	244,140	187,327	134,864	87,665	6,042
Total	$ 831,114	$ 522,785	$ 546,382	$ 553,291	$ 234,634

Source: District records

As of June 30,				
2007	2006	2005	2004	2003
$ 114,218	$ 119,080	$ 104,494	$ 103,734	$ 104,751
84,675	91,783	105,048	108,411	67,876
17,959	2,447	-	5,816	-
-	-	-	-	-
8,926	7,944	23,803	7,910	1,110
$ 225,778	$ 221,254	$ 233,345	$ 225,871	$ 173,737

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial
Colts Neck						
2012	44,509,600	2,575,313,400	255,778,700	4,145,400	184,744,300	0
2011	44,725,400	2,580,986,900	253,914,500	4,109,600	192,544,000	0
2010	47,351,200	2,590,014,000	269,599,800	4,158,600	196,701,900	0
2009	20,075,000	1,230,598,800	116,469,200	3,595,050	81,269,400	0
2008	23,323,500	1,223,359,000	112,221,650	4,585,550	78,003,100	0
2007	24,759,000	1,206,627,700	106,773,400	3,712,550	71,775,300	0
2006	23,410,900	1,175,807,800	114,839,800	3,826,700	73,643,900	0
2005	22,918,500	1,150,175,800	114,367,600	3,846,100	72,887,300	0
2004	26,471,300	1,121,359,100	124,968,700	3,808,900	57,503,400	0
2003	29,206,700	1,100,424,200	123,749,200	3,793,700	58,150,600	0
Englishtown						
2012	2,384,300	201,896,900	0	0	35,742,000	8,583,900
2011	3,788,700	198,279,700	0	0	39,134,100	9,879,300
2010	3,892,300	198,206,200	0	0	42,019,600	9,879,300
2009	3,978,000	198,110,000	0	0	42,080,100	9,879,300
2008	3,353,400	198,838,400	0	0	42,425,900	10,229,600
2007	1,454,000	80,771,800	0	0	14,729,700	2,975,900
2006	2,781,400	75,336,000	0	0	13,585,100	3,275,900
2005	1,576,400	74,384,600	164,000	2,500	13,476,100	3,275,900
2004	1,444,600	74,025,200	164,000	2,500	13,026,100	3,275,900
2003	1,486,200	73,641,200	164,000	2,500	14,516,500	3,259,800
Farmingdale						
2012	1,918,800	112,133,500	721,700	14,200	20,320,000	2,742,800
2011	1,918,800	111,858,800	721,700	14,200	20,480,300	2,742,800
2010	1,918,800	112,002,400	721,700	14,200	20,480,300	2,742,800
2009	2,179,300	110,849,000	721,700	14,200	19,871,300	2,742,800
2008	2,129,800	110,554,200	721,700	14,200	19,871,300	2,742,800
2007	2,192,700	110,413,000	721,700	14,200	19,617,700	2,742,800
2006	2,393,100	109,439,200	721,700	14,200	19,613,700	2,742,800
2005	2,312,300	109,362,000	721,700	14,200	19,613,700	2,742,800
2004	1,132,400	43,655,600	416,900	10,200	12,721,300	1,757,400
2003	1,133,900	43,538,800	416,900	10,200	12,716,800	1,757,400

Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
0	3,064,491,400	0	3,723,975	3,068,215,375	0.390	3,117,456,897
0	3,076,280,400	0	3,812,767	3,080,093,167	0.391	3,203,755,368
0	3,107,825,500	0	5,087,706	3,112,913,206	0.383	3,342,807,536
0	1,452,007,450	0	1,787,172	1,453,794,622	0.822	3,445,743,076
0	1,441,492,800	0	1,315,836	1,442,808,636	0.831	3,388,417,905
0	1,413,647,950	0	1,280,728	1,414,928,678	0.812	3,263,252,356
0	1,391,529,100	0	1,346,355	1,392,875,455	0.765	2,929,709,638
0	1,364,195,300	0	1,623,568	1,365,818,868	0.755	2,607,555,477
0	1,334,111,400	0	1,869,149	1,335,980,549	0.715	2,317,921,254
0	1,315,324,400	0	2,209,282	1,317,533,682	0.684	2,038,843,051
1,262,100	249,869,200	0	0	249,869,200	0.393	235,241,820
1,262,100	252,343,900	0	0	252,343,900	0.299	242,547,058
1,262,100	255,259,500	0	4,454,063	259,713,563	0.320	250,970,511
1,262,100	255,309,500	0	5,904,759	261,214,259	0.303	246,645,548
1,262,100	256,109,400	0	3,772,717	259,882,117	0.268	237,664,306
743,200	100,674,600	0	1,170,831	101,845,431	0.646	218,018,531
743,200	95,721,600	0	1,551,774	97,273,374	0.683	189,388,163
633,000	93,512,500	0	1,725,109	95,237,609	0.595	169,651,537
633,000	92,571,300	0	1,980,282	94,551,582	0.631	151,953,225
633,000	93,703,200	0	2,363,187	96,066,387	0.525	129,907,273
13,947,400	151,798,400	0	2,529,438	154,327,838	0.350	149,581,365
13,947,400	151,684,000	0	2,558,005	154,242,005	0.360	147,441,135
13,947,400	151,827,600	0	2,815,873	154,643,473	0.277	153,164,638
13,947,400	150,325,700	0	2,462,182	152,787,882	0.316	158,529,010
13,947,400	149,981,400	0	2,330,926	152,312,326	0.335	153,839,777
13,507,100	149,209,200	0	1,971,969	151,181,169	0.372	150,439,213
13,507,100	148,431,800	0	2,288,899	150,720,699	0.419	150,166,193
13,507,100	148,273,800	0	2,321,144	150,594,944	0.403	143,425,224
4,959,400	64,653,200	0	1,299,042	65,952,242	0.827	116,403,768
4,959,400	64,533,400	0	1,636,918	66,170,318	0.743	94,518,967

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial
Freehold Borough						
2012	10,244,400	767,610,400	0	0	241,264,600	25,345,900
2011	10,342,700	768,700,500	0	0	241,539,000	25,345,900
2010	11,375,600	766,577,000	0	0	242,880,100	25,345,900
2009	11,552,000	765,785,300	0	0	236,440,200	25,345,900
2008	11,815,100	763,101,500	0	0	237,093,900	34,727,100
2007	13,574,000	761,011,000	0	0	238,891,500	34,727,100
2006	16,481,600	756,389,400	0	0	243,545,100	34,727,100
2005	16,243,200	756,435,500	0	0	243,404,500	35,266,400
2004	4,440,800	333,950,200	0	0	103,596,400	28,234,100
2003	4,580,700	331,257,600	0	0	102,940,501	28,234,100
Freehold Township						
2012	67,931,000	4,548,659,400	32,524,700	1,509,700	1,245,930,300	156,782,100
2011	69,363,900	4,551,925,900	31,282,000	1,541,900	1,247,563,400	154,791,300
2010	79,832,500	4,549,534,600	30,233,300	1,654,900	1,291,205,600	154,573,100
2009	95,225,000	4,529,646,900	30,709,200	1,670,000	1,341,345,700	154,573,100
2008	43,886,000	2,245,621,400	14,932,600	1,700,500	644,466,200	74,628,300
2007	49,811,400	2,205,318,600	14,730,600	1,764,500	633,230,100	71,697,200
2006	65,790,600	2,146,671,100	15,123,200	1,726,900	642,767,600	79,946,600
2005	66,615,000	2,096,875,500	15,635,600	1,779,600	636,922,000	78,428,200
2004	51,833,800	2,021,577,700	15,765,400	2,077,500	634,523,200	75,334,300
2003	55,110,200	1,971,411,100	15,538,500	2,200,600	636,091,100	71,633,200
Howell						
2012	147,940,600	4,554,735,400	85,598,100	2,640,500	595,545,700	103,344,900
2011	209,120,660	5,751,615,760	107,280,600	2,607,500	660,378,520	133,162,000
2010	237,133,360	5,747,380,000	107,553,000	2,707,600	662,086,020	134,095,700
2009	253,365,700	5,735,865,900	104,001,400	2,426,100	662,057,600	109,299,300
2008	264,011,700	5,707,045,800	107,499,400	2,543,100	667,961,100	111,543,900
2007	249,995,100	5,667,270,700	108,077,700	2,510,100	703,025,300	115,926,300
2006	101,993,950	2,438,894,540	43,202,800	2,265,300	297,604,900	55,716,850
2005	120,597,750	2,375,496,640	43,161,300	2,551,300	296,105,200	57,612,450
2004	117,997,150	2,324,256,240	51,243,300	2,666,300	259,498,000	57,078,250
2003	116,491,150	2,276,816,540	38,719,400	2,814,319	255,402,100	57,578,250

Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
22,388,400	1,066,853,700	3,408,000	0	1,066,853,700	0.341	1,139,215,781
22,388,400	1,068,316,500	4,151,700	9,917,155	1,078,233,655	0.378	1,205,130,817
22,374,900	1,068,553,500	1,254,600	10,281,773	1,078,835,273	0.379	1,193,198,764
23,097,700	1,062,221,100	1,180,800	11,377,335	1,073,598,435	0.382	1,275,015,424
22,941,400	1,069,679,000	1,360,200	10,469,969	1,080,148,969	0.375	1,232,617,952
22,941,400	1,071,145,000	1,430,600	9,846,278	1,080,991,278	0.368	1,172,895,348
23,720,400	1,074,863,600	1,586,600	10,503,653	1,085,367,253	0.372	1,075,024,072
23,720,400	1,075,070,000	1,467,400	10,492,930	1,085,562,930	0.339	904,115,361
11,341,900	481,563,400	1,315,600	6,011,295	487,574,695	0.629	731,505,470
11,094,100	478,107,001	1,559,800	6,441,774	484,548,775	0.619	632,658,418
61,500,000	6,114,837,200	0	0	6,114,837,200	0.411	6,197,354,750
61,500,000	6,117,968,400	0	41,218,304	6,159,186,704	0.399	6,427,603,681
61,500,000	6,168,534,000	0	49,220,887	6,217,754,887	0.394	6,647,432,225
64,320,400	6,217,490,300	0	68,077,410	6,285,567,710	0.373	6,734,691,283
30,165,900	3,055,400,900	0	32,780,996	3,088,181,896	0.707	6,390,779,856
30,948,600	3,007,501,000	0	36,970,360	3,044,471,360	0.700	6,037,954,660
30,948,600	2,982,974,600	0	42,025,816	3,025,000,416	0.662	5,391,727,021
30,958,400	2,927,214,300	0	48,144,874	2,975,359,174	0.597	4,663,434,469
30,958,400	2,832,070,300	0	57,693,210	2,889,763,510	0.587	4,177,454,308
31,258,400	2,783,243,100	0	62,057,147	2,845,300,247	0.582	3,701,205,541
0	5,489,805,200	0	11,032,948	5,500,838,148	0.478	6,509,420,350
0	6,864,165,040	0	11,110,173	6,875,275,213	0.380	6,762,336,368
0	6,890,955,680	0	13,114,350	6,904,070,030	0.385	6,954,660,611
0	6,867,016,000	0	10,565,151	6,877,581,151	0.370	7,070,767,733
0	6,860,605,000	0	9,626,317	6,870,231,317	0.371	7,044,038,272
0	6,846,805,200	0	8,875,863	6,855,681,063	0.353	6,558,866,149
0	2,939,678,340	0	4,399,393	2,944,077,733	0.786	5,787,205,601
0	2,895,524,640	0	5,407,198	2,900,931,838	0.724	4,892,925,316
0	2,812,739,240	0	6,303,982	2,819,043,222	0.681	4,232,410,832
0	2,747,821,759	0	7,592,629	2,755,414,388	0.652	3,620,786,101

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial
Manalapan						
2012	70,482,900	5,241,149,800	32,267,800	2,352,300	377,401,400	22,667,200
2011	84,044,500	5,183,906,700	32,780,800	2,354,500	371,293,700	22,667,200
2010	102,803,800	5,111,395,600	32,933,900	2,253,000	380,040,400	22,667,200
2009	160,219,400	5,732,755,500	36,725,800	2,314,400	425,667,300	24,603,500
2008	200,478,700	5,658,484,200	36,779,500	2,315,700	403,109,300	24,603,500
2007	200,229,100	5,485,094,000	36,588,500	2,296,200	402,831,900	24,603,500
2006	85,683,900	2,214,784,300	17,355,100	2,183,400	182,740,300	11,519,100
2005	79,348,800	2,154,592,600	16,211,800	2,126,100	181,799,700	11,519,100
2004	47,746,800	2,116,801,900	16,905,600	2,828,900	178,727,000	11,519,100
2003	51,469,900	2,074,986,500	17,829,900	2,940,700	179,219,000	11,519,100
Marlboro						
2012	92,253,900	6,234,133,500	38,633,800	1,045,400	420,120,900	88,021,000
2011	94,958,900	6,231,140,500	37,886,600	1,046,500	415,286,900	88,491,100
2010	103,816,500	6,236,324,400	38,815,400	1,051,500	425,388,900	94,454,200
2009	43,870,600	2,899,810,000	16,268,600	765,050	179,521,700	40,955,700
2008	49,225,500	2,869,073,200	16,223,300	770,350	176,080,600	39,136,700
2007	53,984,300	2,839,037,100	16,367,200	786,550	173,463,400	40,301,700
2006	59,314,400	2,776,197,500	16,205,900	783,750	179,117,800	42,131,400
2005	57,950,900	2,720,795,700	14,787,100	783,950	172,691,600	42,131,400
2004	61,221,900	2,647,082,900	15,421,200	835,750	166,547,200	43,347,300
2003	75,760,600	2,562,720,000	15,807,300	849,250	155,266,800	45,389,900

Source: County Board of Taxation

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

Reassessment occurs when ordered by the County Board of Taxation.

(1) Taxable Value of Machinery, Implements & Equipment of Telephone, Telegraph & Messenger System Companies.

(2) Tax rates are per $100.

Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
0	5,746,321,400	0	0	5,746,321,400	0.420	6,169,252,662
0	5,697,047,400	0	6,951,526	5,703,998,926	0.421	6,281,820,516
0	5,652,093,900	0	9,382,496	5,661,476,396	0.432	6,459,604,048
0	6,382,285,900	0	7,636,903	6,389,922,803	0.364	6,480,948,402
0	6,325,770,900	0	6,259,661	6,332,030,561	0.360	6,261,851,792
0	6,151,643,200	0	5,707,918	6,157,351,118	0.363	5,837,550,667
0	2,514,266,100	0	2,632,821	2,516,898,921	0.825	5,056,910,192
0	2,445,598,100	0	2,977,355	2,448,575,455	0.812	4,480,195,412
0	2,374,529,300	0	3,330,216	2,377,859,516	0.798	3,977,921,781
0	2,337,965,100	0	3,818,262	2,341,783,362	0.795	3,483,837,544
18,619,900	6,892,828,400	0	9,347,305	6,902,175,705	0.403	7,266,197,377
19,584,200	6,888,394,700	0	9,144,385	6,897,539,085	0.395	7,482,621,521
23,225,300	6,923,076,200	0	10,332,044	6,933,408,244	0.388	7,588,204,970
3,343,100	3,184,534,750	0	4,173,653	3,188,708,403	0.827	7,698,068,929
3,343,100	3,153,852,750	0	3,868,514	3,157,721,264	0.843	7,588,651,622
3,343,100	3,127,283,350	0	4,230,659	3,131,514,009	0.851	7,209,924,440
2,965,200	3,076,715,950	0	4,500,670	3,081,216,620	0.834	6,365,196,819
2,965,200	3,012,105,850	0	5,176,020	3,017,281,870	0.817	5,696,176,531
2,965,200	2,937,421,450	0	5,704,911	2,943,126,361	0.790	5,044,169,053
2,965,200	2,858,759,050	0	6,708,171	2,865,467,221	0.769	4,335,738,675

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT J-7
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
UNAUDITED

(RATE PER $100 OF ASSESSED VALUATION)

	Freehold Regional			Overlapping Rates				
	Basic Rate a	General Obligation Debt Service b	Total Direct	Elementary School	Local Purpose	Library/ Other	Monmouth County	Total Direct & Overlapping Tax Rate
Colts Neck								
2012	0.377	0.013	0.390	0.680	0.194	0.012	0.294	1.570
2011	0.378	0.013	0.391	0.674	0.188	0.012	0.286	1.551
2010	0.370	0.013	0.383	0.667	0.170	0.025	0.292	1.537
2009	0.797	0.025	0.822	1.407	0.343	0.025	0.615	3.212
2008	0.805	0.026	0.831	1.392	0.334	0.025	0.610	3.192
2007	0.775	0.037	0.812	1.378	0.305	0.025	0.631	3.151
2006	0.728	0.037	0.765	1.348	0.295	0.091	0.571	3.070
2005	0.714	0.041	0.755	1.313	0.272	0.092	0.585	3.017
2004	0.676	0.039	0.715	1.270	0.250	0.093	0.587	2.915
2003	0.642	0.042	0.684	1.211	0.241	0.094	0.593	2.823
Englishtown								
2012	0.376	0.017	0.393	0.778	0.462	-	0.276	1.909
2011	0.289	0.010	0.299	0.860	0.405	-	0.264	1.828
2010	0.309	0.011	0.320	0.808	0.385	-	0.264	1.777
2009	0.294	0.009	0.303	0.752	0.365	-	0.249	1.669
2008	0.260	0.008	0.268	0.758	0.328	-	0.237	1.591
2007	0.616	0.030	0.646	1.912	0.785	-	0.617	3.960
2006	0.650	0.033	0.683	1.789	0.785	0.071	0.533	3.861
2005	0.563	0.032	0.595	1.758	0.725	0.072	0.541	3.691
2004	0.597	0.034	0.631	1.711	0.668	0.070	0.524	3.604
2003	0.492	0.033	0.525	1.615	0.645	0.069	0.509	3.363
Farmingdale								
2012	0.342	0.008	0.350	0.960	0.211	-	0.290	1.811
2011	0.348	0.012	0.360	0.926	0.208	-	0.275	1.769
2010	0.268	0.009	0.277	0.920	0.203	-	0.278	1.678
2009	0.307	0.009	0.316	0.900	0.183	-	0.275	1.674
2008	0.325	0.010	0.335	0.915	0.173	-	0.269	1.692
2007	0.355	0.017	0.372	0.928	0.140	-	0.276	1.716
2006	0.398	0.021	0.419	0.913	0.124	0.036	0.268	1.760
2005	0.381	0.022	0.403	0.882	0.109	0.039	0.292	1.725
2004	0.782	0.045	0.827	1.921	0.238	0.079	0.594	3.659
2003	0.697	0.046	0.743	1.873	0.236	0.072	0.537	3.461

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT J-7
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
UNAUDITED

(RATE PER $100 OF ASSESSED VALUATION)

	Freehold Regional			Overlapping Rates				
	Basic Rate a	General Obligation Debt Service b	Total Direct	Elementary School	Local Purpose	Library/ Other	Monmouth County	Total Direct & Overlapping Tax Rate
Freehold Boro								
2012	0.329	0.012	0.341	0.842	0.814	0.036	0.293	2.326
2011	0.365	0.013	0.378	0.810	0.785	0.037	0.300	2.310
2010	0.366	0.013	0.379	0.796	0.791	-	0.283	2.249
2009	0.371	0.011	0.382	0.780	0.756	-	0.289	2.207
2008	0.363	0.012	0.375	0.756	0.718	-	0.278	2.127
2007	0.351	0.017	0.368	0.736	0.659	-	0.277	2.040
2006	0.354	0.018	0.372	0.667	0.630	0.015	0.265	1.949
2005	0.321	0.018	0.339	0.609	0.598	0.015	0.254	1.815
2004	0.595	0.034	0.629	1.272	1.110	0.031	0.510	3.552
2003	0.581	0.038	0.619	1.147	1.090	0.032	0.492	3.380
Freehold Twp.								
2012	0.398	0.013	0.411	0.983	0.294	0.030	0.292	2.010
2011	0.385	0.014	0.399	0.966	0.274	0.030	0.291	1.960
2010	0.381	0.013	0.394	0.936	0.250	0.030	0.286	1.896
2009	0.362	0.011	0.373	0.922	0.235	0.030	0.282	1.842
2008	0.685	0.022	0.707	1.792	0.445	0.030	0.523	3.497
2007	0.669	0.032	0.700	1.791	0.409	0.030	0.541	3.471
2006	0.630	0.032	0.662	1.722	0.389	0.086	0.484	3.343
2005	0.565	0.032	0.597	1.634	0.359	0.086	0.485	3.161
2004	0.555	0.032	0.587	1.546	0.308	0.086	0.492	3.019
2003	0.546	0.036	0.582	1.427	0.285	0.078	0.500	2.872
Howell								
2012	0.367	0.111	0.478	1.287	0.453	0.020	0.347	2.585
2011	0.367	0.013	0.380	1.037	0.354	0.020	0.279	2.070
2010	0.372	0.013	0.385	1.029	0.326	0.020	0.277	2.037
2009	0.359	0.011	0.370	1.021	0.282	0.020	0.268	1.961
2008	0.359	0.012	0.371	0.999	0.266	0.020	0.266	1.922
2007	0.337	0.016	0.353	0.977	0.266	0.020	0.267	1.883
2006	0.747	0.039	0.786	2.123	0.533	0.090	0.530	4.062
2005	0.685	0.039	0.724	1.990	0.457	0.088	0.519	3.778
2004	0.644	0.037	0.681	1.933	0.410	0.089	0.514	3.627
2003	0.612	0.040	0.652	1.795	0.365	0.077	0.499	3.388

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT J-7
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
UNAUDITED

(RATE PER $100 OF ASSESSED VALUATION)

	Freehold Regional			Overlapping Rates				
	Basic Rate a	General Obligation Debt Service b	Total Direct	Elementary School	Local Purpose	Library/ Other	Monmouth County	Total Direct & Overlapping Tax Rate
Manalapan								
2012	0.410	0.010	0.420	0.912	0.339	0.020	0.315	2.006
2011	0.407	0.014	0.421	0.902	0.332	0.020	0.312	1.987
2010	0.418	0.015	0.432	0.889	0.332	0.020	0.313	1.986
2009	0.353	0.011	0.364	0.758	0.295	0.020	0.264	1.701
2008	0.349	0.011	0.360	0.776	0.284	0.020	0.259	1.699
2007	0.347	0.016	0.363	0.748	0.248	0.020	0.266	1.645
2006	0.785	0.040	0.825	1.675	0.474	0.083	0.550	3.607
2005	0.768	0.044	0.812	1.592	0.474	0.085	0.565	3.528
2004	0.755	0.043	0.798	1.660	0.479	0.086	0.568	3.591
2003	0.746	0.049	0.795	1.535	0.470	0.086	0.570	3.456
Marlboro								
2012	0.399	0.004	0.403	0.956	0.338	0.010	0.311	2.018
2011	0.382	0.013	0.395	0.981	0.310	0.010	0.308	2.004
2010	0.374	0.013	0.388	0.980	0.297	0.010	0.304	1.979
2009	0.802	0.025	0.827	2.070	0.588	0.020	0.639	4.144
2008	0.817	0.026	0.843	2.073	0.567	0.020	0.626	4.129
2007	0.813	0.038	0.851	2.043	0.544	0.020	0.641	4.099
2006	0.793	0.041	0.834	2.013	0.533	0.095	0.562	4.037
2005	0.773	0.044	0.817	1.832	0.513	0.098	0.580	3.840
2004	0.747	0.043	0.790	1.725	0.433	0.099	0.588	3.635
2003	0.721	0.048	0.769	1.660	0.419	0.099	0.584	3.531

Source: County Board of Taxation

a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

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

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FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO
UNAUDITED

Community/Taxpayer	2012 Taxable Assessed Value	2012 As a % of Community's Net Assessed Valuation
Colts Neck		
Trump National Golf Club	$ 31,006,800	1.01%
Due Process Golf & Horse Stables, LLC	21,000,000	0.69%
Individual Taxpayer 1	12,263,800	0.40%
Wellspring Stables Florida, LLC	10,934,700	0.36%
Individual Taxpayer 2	9,017,400	0.29%
24 Realty, LLC	8,507,400	0.28%
Bal Colt's Neck LLC	8,006,100	0.26%
Laird & Co. Inc.	8,000,000	0.26%
Pegasus Properties LLC	7,542,200	0.25%
36 Highway 34 South Associates, LLC	$ 6,809,700	0.22%
Total	$ 123,088,100	4.02%
Englishtown		
BTR Englishtown LLC	$ 7,229,300	2.89%
BAL Governor's Crossing LLC	4,200,000	1.68%
Stamford Square LLC	3,750,700	1.50%
Wemacs, LLC	3,366,700	1.35%
Village Center Associates LLC	3,165,700	1.27%
Dorothy Leo, Inc.	2,200,000	0.88%
DCD, LLC	2,150,300	0.86%
Brooklawn Gardens Inc	2,021,800	0.81%
K&K Englishtown, Inc.	1,782,800	0.71%
Moskowitz, K Trust & Berger, V Trust	$ 1,374,700	0.55%
Total	$ 31,242,000	12.50%
Farmingdale		
Farmingdale Garden Apartments, LLC	$ 11,500,000	7.58%
30 Southard Ave, Farmingdale LLC	3,795,400	2.50%
Verizon Communications	2,558,005	1.69%
Farmingdale Shopping Center, LLC	2,442,200	1.61%
R.T. Equities LLC	2,107,200	1.39%
Individual Taxpayer 1	1,476,600	0.97%
Individual Taxpayer 2	1,400,000	0.92%
Individual Taxpayer 3	1,297,000	0.85%
Farmingdale Train Station, LLC	1,190,000	0.78%
Bell Atlantic	$ 992,800	0.65%
Total	$ 28,759,205	18.95%

Source: Municipal Tax Assessors

Community/Taxpayer	2002 Taxable Assessed Value	2002 As a % of Community's Net Assessed Valuation
Colts Neck		
Individual Taxpayer 1	$ 9,800,000	0.77%
Assisted Living at Colts Neck, Inc.	5,277,200	0.41%
Laird & Co. Inc.	4,788,100	0.37%
Pegasus Properties LLC	3,798,700	0.30%
Rojen Inc.	3,772,000	0.30%
Pebble Creek at Colts Neck	3,095,000	0.24%
36 Highway 34 South Associates, LLC	2,908,400	0.23%
Colts Neck Shopping Center Assoc.	2,595,400	0.20%
Individual Taxpayer 2	2,375,600	0.19%
New Jersey American Water Co	2,340,700	0.18%
Total	$ 40,751,100	3.19%
Englishtown		
Ruck, Di Rubbio & Maccauley	$ 6,500,000	6.80%
Englishtown Industrial Park	2,462,500	2.58%
Individual Taxpayer 1	1,203,100	1.26%
Verizon New Jersey	600,000	0.63%
Wemacs LLC	598,000	0.63%
K&K Englishtown, Inc.	550,000	0.58%
Jolor Realty Co.	422,800	0.44%
Individual Taxpayer 2	412,600	0.43%
Individual Taxpayer 3	406,300	0.42%
Exxon Corporation	372,400	0.39%
Total	$ 13,527,700	14.16%
Farmingdale		
Individual Taxpayer 1	$ 3,993,400	6.04%
Verizon Communications	3,374,709	5.10%
Individual Taxpayer 2	2,700,000	4.08%
Farmingdale Shopping Center	1,450,000	2.19%
R.T. Equities LLC	1,324,900	2.00%
Bell Atlantic	693,400	1.05%
Individual Taxpayer 3	651,000	0.98%
Schauer Medical Group	635,700	0.96%
Penn Federal Savings Bank	524,500	0.79%
Roadside Tavern Associates, LLC	$ 440,800	0.67%
Total	$ 15,788,409	23.86%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS (CONTINUED)
CURRENT YEAR AND TEN YEARS AGO

Community/Taxpayer	2012 Taxable Assessed Value	2012 As a % of Community's Net Assessed Valuation
Freehold Borough		
Freehold Racing Association	$ 29,225,300	2.74%
Nestle USA	23,674,400	2.22%
AEW Brookside	14,269,000	1.34%
East Coach Post & Coach	6,495,700	0.61%
Park Plaza Shopping	5,560,900	0.52%
Freefern Associates	4,565,000	0.43%
18-20 E.Main Street LLC	3,191,000	0.30%
Spring Terrace Apartments LLC	3,000,000	0.28%
Bell Atlantic	3,000,000	0.28%
Chiu's Property Inc.	$ 2,650,000	0.25%
Total	$ 95,631,300	8.96%
Freehold Twp.		
Freemall Associates, LLC	$ 314,471,800	5.14%
Freehold Financing, LLC	51,500,000	0.84%
Center for Aging DBA/Applewood	48,926,900	0.80%
Iron Mountain, Inc.	45,159,200	0.74%
New Jersey Bell Tel. Co.	25,858,700	0.42%
Freehold Shopping Associates	24,108,000	0.39%
Raintreetowne Center Associates, LP	23,800,000	0.39%
Ronardi Freehold Enterprises LLC	21,282,400	0.35%
Sam's Real Estate Business Trust	19,620,200	0.32%
Macy's East, Inc.	$ 19,542,000	0.32%
Total	$ 594,269,200	9.72%
Howell		
Buffalo-Parkton & Feuerstein & Wain Co.	$ 45,138,000	0.82%
Centex Homes, LLC	29,081,600	0.53%
Howell Friendship Real Estate	22,105,600	0.40%
Home Depot USA	17,465,500	0.32%
Lowe's Home Centers Inc.	16,171,000	0.29%
DS & DJ Realty, LLC	15,305,700	0.28%
Wal-Mart Stores, Inc.	14,000,000	0.26%
Target Corp	13,800,000	0.25%
Individual Taxpayer 1	13,714,600	0.25%
Fairfield Park, LLC	$ 13,259,300	0.24%
Total	$ 200,041,300	3.64%

Source: Municipal Tax Assessors

Community/Taxpayer	2002 Taxable Assessed Value	2002 As a % of Community's Net Assessed Valuation
Freehold Borough		
Nestle USA	$ 27,300,000	5.64%
Freehold Racing Association	20,499,200	4.24%
Bell Atlantic	3,000,000	0.62%
Post & Coach Freehold Association	2,925,000	0.60%
Freefern Associates	2,600,000	0.54%
Park Plaza Shopping Center	2,500,000	0.52%
Delli Santi	1,750,000	0.36%
CSB Building Corp	1,696,600	0.35%
Chiu's Building	1,540,100	0.32%
FUNB CRNAPP	1,417,000	0.29%
Total	$ 65,227,900	13.48%
Freehold Twp.		
Freemall Associates	$ 154,401,000	5.59%
Macy's East	24,897,800	0.90%
New Jersey Bell	23,220,000	0.84%
Center for Aging (Applewood)	19,489,500	0.71%
Iron Mountain, Inc.	16,423,500	0.59%
Raintreetowne Center Associates, LP	15,614,900	0.57%
Nordstrom, Inc.	14,257,000	0.52%
Loews Theater c/o Freemall	12,557,600	0.45%
The May Dept. Stores Co.(Lord & Taylor)	12,204,600	0.44%
JC Penney	12,050,600	0.44%
Total	$ 305,116,500	11.05%
Howell		
Howell Friendship Real Estate Co.	$ 14,194,800	0.53%
Individual Taxpayer 1	12,900,000	0.48%
Buffalo Parkton	12,454,000	0.46%
Home Depot	10,930,000	0.40%
Wal-Mart Stores, Inc.	8,488,700	0.31%
Colts Neck Crossing	7,467,000	0.28%
Individual Taxpayer 2	6,661,600	0.25%
Crestwood (United Securities)	6,615,300	0.24%
Shore Oaks Cannon Golf)	6,466,500	0.24%
Individual Taxpayer 3	$ 5,800,000	0.21%
Total	$ 91,977,900	3.40%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS (CONTINUED)
CURRENT YEAR AND TEN YEARS AGO

Community/Taxpayer	2012 Taxable Assessed Value	2012 As a % of Community's Net Assessed Valuation
Manalapan		
Manalapan Realty	$ 42,593,600	0.74%
Manalapan VF	29,989,700	0.52%
K Hovnanian at Manalapan II, LLC	17,925,700	0.31%
Towne Pointe Associates	12,917,500	0.22%
Trans Equity Realty, LLC	9,694,600	0.17%
Reiss Manufacturing	7,958,000	0.14%
Taylor 9 South Assoc., LLC	7,593,400	0.13%
Monmouth Investors, LLC	7,500,000	0.13%
Lenine, LLC	7,356,000	0.13%
Pension Road Realty Associates	$ 7,200,000	0.13%
Total	$ 150,728,500	2.62%
Marlboro		
Marlboro Plaza	$ 36,642,400	0.53%
Union Hill Nine	30,549,100	0.44%
TMC Marlboro	22,500,000	0.33%
Marlboro Lowe's	14,708,200	0.21%
Brooks Edge Plaza	12,700,000	0.18%
Royal Pines	11,400,000	0.17%
Sunrise Assisted Living	9,300,000	0.13%
Samuel Associates	8,801,000	0.13%
Dave Marion Corp	8,750,000	0.13%
Exclusive Plaza	$ 7,501,600	0.11%
Total	$ 162,852,300	2.36%

Source: Municipal Tax Assessors

Community/Taxpayer	2002 Taxable Assessed Value	2002 As a % of Community's Net Assessed Valuation
Manalapan		
Manalapan Realty	$ 25,970,400	1.14%
Manalapan VF	11,400,000	0.50%
Battleground Dev d/b/a Fairways	8,815,500	0.39%
Towne Pointe Associates	8,082,300	0.35%
DR Horton Inc. d/b/a SGS Communities	6,370,200	0.28%
Verizon - NJ	5,641,126	0.25%
Westmon Corporation	4,767,100	0.21%
HDS Associates, LLC	4,606,600	0.20%
Trans Equity Realty, LLC	4,450,000	0.20%
Pension Road Realty Associates	$ 4,192,000	0.18%
Total	$ 84,295,226	3.70%
Marlboro		
Marlboro Plaza	$ 20,897,800	0.76%
Union Hill Nine	16,704,700	0.60%
TMC Marlboro	13,624,200	0.49%
K. Hovnanian	7,140,200	0.26%
Verizon	6,708,171	0.24%
Calton Homes	6,237,700	0.23%
BTS Marlboro	5,935,200	0.21%
Sunrise Assisted Living	5,752,300	0.21%
Exclusive Plaza	4,155,800	0.15%
Crine Realty	$ 4,024,100	0.15%
Total	$ 91,180,171	3.30%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTION
LAST TEN FISCAL YEARS
UNAUDITED

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	
2012	$ 119,671,515	$ 119,671,515	100.00%	-
2011	119,663,191	119,663,191	100.00%	-
2010	116,245,957	109,834,446	94.48%	6,411,511
2009	114,357,196	110,406,396	96.55%	3,950,800
2008	111,643,030	111,643,030	100.00%	-
2007	106,064,212	106,064,212	100.00%	-
2006	98,875,500	98,875,500	100.00%	-
2005	92,614,793	92,614,793	100.00%	-
2004	88,649,137	88,649,137	100.00%	-
2003	80,046,158	80,046,158	100.00%	-

Source: District records

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

	Governmental Activities				Business-Type Activities			
Fiscal Year Ended June 30,	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income [a]	Per Capita a
2012	$ 35,035,000	-	-	-	-	$ 35,035,000	N/A	N/A
2011	38,490,000	-	-	-	-	38,490,000	0.50%	201
2010	41,770,000	-	-	-	-	41,770,000	0.40%	219
2009	44,870,000	-	-	-	-	44,870,000	0.41%	235
2008	47,830,000	-	-	-	-	47,830,000	0.45%	251
2007	52,815,000	-	-	-	-	52,815,000	0.53%	278
2006	57,795,000	-	-	-	-	57,795,000	0.64%	307
2005	62,745,000	-	-	-	-	62,745,000	0.72%	334
2004	67,670,000	-	5	-	-	67,670,005	0.84%	362
2003	72,565,000	-	65,160	-	-	72,630,160	0.91%	391

N/A - Information not currently available.

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

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

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Obligation Bonds	School District Population	Net Assessed Value Taxable	Percentage of Actual Taxable Value of Property	Per Capita
2012	$ 35,035,000	191,883	$ 28,803,438,566	0.12%	$ 183
2011	38,490,000	191,883	30,200,912,655	0.13%	201
2010	41,770,000	191,860	30,322,815,072	0.14%	218
2009	44,870,000	191,061	25,683,175,265	0.17%	235
2008	47,830,000	190,338	22,383,317,086	0.21%	252
2007	52,815,000	190,196	21,937,964,106	0.24%	278
2006	57,795,000	188,422	14,293,430,471	0.40%	307
2005	62,745,000	187,616	14,039,362,689	0.45%	335
2004	67,670,000	187,059	13,013,851,677	0.52%	362
2003	72,565,000	185,671	12,772,284,381	0.57%	391
2002	77,430,000	183,239	12,431,551,238	0.62%	423

N/A - Information not currently available.

Note: Details regarding the District's outstanding debt can be found in the Notes to the Basic Financial Statements.

a See J-6 for property tax data.
b Population data can be found in J-14.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2012
UNAUDITED

Governmental Unit	Debt Outstanding		Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes				
Colts Neck Township	$ 10,013,820		100.000%	$ 10,013,820
Englishtown Borough	1,392,125		100.000%	1,392,125
Borough of Farmingdale	381,928		100.000%	381,928
Borough of Freehold	8,636,048		100.000%	8,636,048
Freehold Township	42,879,325		100.000%	42,879,325
Howell Township	55,524,672		100.000%	55,524,672
Manalapan Township	16,951,393		100.000%	16,951,393
Marlboro Township	30,220,450		100.000%	30,220,450
Other debt				
Monmouth County	456,874,186	Net Valuation		
Colts Neck Township		3,068,215,375	2.958%	13,515,960
Englishtown Borough		249,869,200	0.241%	1,100,712
Borough of Farmingdale		154,327,838	0.149%	679,838
Borough of Freehold		1,066,853,700	1.029%	4,699,654
Freehold Township		6,114,837,200	5.896%	26,936,796
Howell Township		5,500,838,148	5.304%	24,232,036
Manalapan Township		5,746,321,400	5.541%	25,313,428
Marlboro Township		6,902,175,705	6.655%	30,405,143
Subtotal, overlapping debt				292,883,328
Freehold Regional High School District Direct Debt		County total		35,035,000
		103,713,568,700		
Total Direct and Overlapping Debt				$ 327,918,328

Sources: Debt outstanding provided by each governmental unit.

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

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ended June 30,			
	2012	2011	2010	2009
Debt Limit	$ 948,256,347	$ 971,666,105	$ 978,159,048	$ 955,264,285
Total Net Debt Applicable to Limit	35,035,000	38,490,000	41,770,000	44,870,000
Legal Debt Margin	$ 913,221,347	$ 933,176,105	$ 936,389,048	$ 910,394,285
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	3.84%	4.12%	4.46%	4.93%

Year		Equalized Valuation Basis	
2009		32,478,058,738	
2010		31,648,567,272	
2011		30,699,008,687	
	[A]	$ 94,825,634,697	
Average Equalized Valuation of Taxable Property	[A/3]	$ 31,608,544,899	
Debt limit (3% of average)	[B]	$ 948,256,347	**(a)**
Net bonded school debt as of June 30, 2011	[C]	35,035,000	
Legal debt margin	[B-C]	$ 913,221,347	

Source: Abstract of Ratables and District Records.

(a) Limit set by NJSA 18A:24-19 for a 9-12 district.

Fiscal Year Ended June 30,					
2008	2007	2006	2005	2004	2003
$ 895,449,731	$ 780,200,630	$ 712,525,468	$ 546,288,447	$ 623,447,146	$ 467,194,862
47,830,000	52,815,000	57,795,000	67,670,000	62,745,000	72,565,000
$ 847,619,731	$ 727,385,630	$ 654,730,468	$ 478,618,447	$ 560,702,146	$ 394,629,862
5.64%	7.26%	8.83%	14.14%	11.19%	18.39%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Community	School District Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2011	Colts Neck	10,151	NA	NA	7.3%
	Englishtown	1,848	NA	NA	6.8%
	Farmingdale	1,330	NA	NA	4.8%
	Freehold Borough	12,063	NA	NA	12.1%
	Freehold Twp.	36,219	NA	NA	7.1%
	Howell	51,127	NA	NA	8.8%
	Manalapan	38,913	NA	NA	7.9%
	Marlboro	40,232	NA	NA	6.2%
2010	Colts Neck	10,152	$ 669,209,688	$ 65,919	7.3%
	Englishtown	1,848	$ 56,018,424	30,313	6.8%
	Farmingdale	1,330	$ 41,795,250	31,425	4.7%
	Freehold Borough	12,063	$ 281,441,853	23,331	12.0%
	Freehold Twp.	36,214	$ 1,466,811,856	40,504	7.7%
	Howell	51,119	$ 1,811,606,241	35,439	8.9%
	Manalapan	38,908	$ 1,597,134,492	41,049	7.8%
	Marlboro	40,226	$ 2,030,608,480	50,480	6.6%
2009	Colts Neck	10,065	$ 551,270,115	$ 54,771	7.2%
	Englishtown	1,916	$ 104,941,236	54,771	6.7%
	Farmingdale	1,572	$ 86,100,012	54,771	4.7%
	Freehold Borough	11,432	$ 626,142,072	54,771	11.9%
	Freehold Twp.	34,589	$ 1,894,474,119	54,771	7.5%
	Howell	51,551	$ 2,823,499,821	54,771	8.8%
	Manalapan	39,390	$ 2,157,429,690	54,771	7.8%
	Marlboro	40,546	$ 2,220,744,966	54,771	6.6%
2008	Colts Neck	10,055	$ 576,684,415	$ 57,353	4.3%
	Englishtown	1,915	109,830,995	57,353	4.0%
	Farmingdale	1,569	89,986,857	57,353	2.8%
	Freehold Borough	11,413	654,569,789	57,353	7.3%
	Freehold Twp.	34,674	1,988,657,922	57,353	4.2%
	Howell	51,297	2,942,036,841	57,353	4.7%
	Manalapan	38,912	2,231,719,936	57,353	4.2%
	Marlboro	40,503	2,322,968,559	57,353	3.6%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Community	School District Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2007	Colts Neck	10,076	$ 562,502,776	$ 55,826	3.4%
	Englishtown	1,892	105,622,792	55,826	3.1%
	Farmingdale	1,574	87,870,124	55,826	2.2%
	Freehold Borough	11,444	638,872,744	55,826	5.7%
	Freehold Twp.	34,828	1,944,307,928	55,826	3.2%
	Howell	51,274	2,862,422,324	55,826	3.5%
	Manalapan	38,535	2,151,254,910	55,826	3.2%
	Marlboro	40,573	2,265,028,298	55,826	2.7%
2006	Colts Neck	10,150	$ 532,864,850	$ 52,499	3.7%
	Englishtown	1,863	97,805,637	52,499	3.4%
	Farmingdale	1,581	83,000,919	52,499	2.4%
	Freehold Borough	11,515	604,525,985	52,499	6.3%
	Freehold Twp.	34,282	1,799,770,718	52,499	3.5%
	Howell	51,135	2,684,536,365	52,499	3.8%
	Manalapan	37,617	1,974,854,883	52,499	3.5%
	Marlboro	40,279	2,114,607,221	52,499	3.0%
2005	Colts Neck	10,181	$ 489,421,032	$ 48,072	3.6%
	Englishtown	1,819	87,442,968	48,072	3.4%
	Farmingdale	1,593	76,578,696	48,072	3.5%
	Freehold Borough	11,589	557,106,408	48,072	6.2%
	Freehold Twp.	34,145	1,641,418,440	48,072	3.2%
	Howell	51,017	2,452,489,224	48,072	3.6%
	Manalapan	37,260	1,791,162,720	48,072	3.0%
	Marlboro	40,012	1,923,456,864	48,072	2.7%
2004	Colts Neck	10,166	$ 473,176,470	$ 46,545	2.4%
	Englishtown	1,831	85,223,895	46,545	4.8%
	Farmingdale	1,602	74,565,090	46,545	3.9%
	Freehold Borough	11,639	541,737,255	46,545	5.6%
	Freehold Twp.	34,033	1,584,065,985	46,545	2.8%
	Howell	50,807	2,364,811,815	46,545	4.6%
	Manalapan	37,178	1,730,450,010	46,545	3.7%
	Marlboro	39,803	1,852,630,635	46,545	3.3%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Community	School District Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2003	Colts Neck	10,078	$ 439,743,452	$ 43,634	2.8%
	Englishtown	1,829	79,806,586	43,634	5.7%
	Farmingdale	1,602	69,901,668	43,634	4.6%
	Freehold Borough	11,649	508,292,466	43,634	6.7%
	Freehold Twp.	33,809	1,475,221,906	43,634	3.3%
	Howell	50,450	2,201,335,300	43,634	5.4%
	Manalapan	36,962	1,612,799,908	43,634	4.4%
	Marlboro	39,292	1,714,467,128	43,634	3.9%
2002	Colts Neck	9,966	$ 432,394,842	$ 43,387	2.8%
	Englishtown	1,831	79,441,597	43,387	5.7%
	Farmingdale	1,599	69,375,813	43,387	4.6%
	Freehold Borough	11,629	504,547,423	43,387	6.7%
	Freehold Twp.	33,320	1,445,654,840	43,387	3.3%
	Howell	50,165	2,176,508,855	43,387	5.4%
	Manalapan	36,265	1,573,429,555	43,387	4.4%
	Marlboro	38,464	1,668,837,568	43,387	3.9%
2001	Colts Neck	9,751	$ 427,708,113	$ 43,863	2.0%
	Englishtown	1,792	78,602,496	43,863	3.9%
	Farmingdale	1,597	70,049,211	43,863	3.2%
	Freehold Borough	11,606	509,073,978	43,863	4.7%
	Freehold Twp.	32,023	1,404,624,849	43,863	2.3%
	Howell	49,873	2,187,579,399	43,863	3.8%
	Manalapan	34,741	1,523,844,483	43,863	3.1%
	Marlboro	37,528	1,646,090,664	43,863	2.7%

[a] Population information provided by the NJ Dept of Labor and Workforce Development, Municipal Population by Municipality; for 2010 and 2011, source - NJDOE

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

[c] Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis; for 2010 and 2011, source - NJDOLWD

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TWO YEARS AGO

	2011		2009	
Employer	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Meridian Health System, Neptune	7,500	2.46%	8,500	3.95%
Saker Shoprites, Inc, Freehold	6,800	2.23%	N/A	N/A
Air Safety Equipment Inc, Holmdel	4,350	1.43%	N/A	N/A
Centra State Healthcare, Freehold	2,354	0.77%	2,500	1.16%
Monmouth Medical Center, Long Branch	2,100	0.69%	1,850	0.86%
Visiting Nurse Assoc. of Central Jersey	1,700	0.56%	1,200	0.56%
Hovanian Enterprises Inc, Red Bank	1,629	0.53%	N/A	N/A
Food Circus Supermarkets Inc, Middletown	1,300	0.43%	N/A	N/A
Monmouth University, W. Long Branch	1,290	0.42%	1,241	0.58%
Bayshore Community Health Services, Holmdel	1,200	0.39%	1,500	0.70%
	30,223	9.92%		

Most recent available data presented.
N/A - Information not currently available.

Source: Major employers provided by the Monmouth County Department of Economic Development and Tourism. Total workforce provided by the New Jersey Department of Labor and Workforce Development.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Instruction										
Regular	627.2	627.2	753.5	794.2	756.1	783.0	772.0	761.0	745.0	732.0
Special education	154.0	139.0	43.0	44.8	35.3	37.0	38.5	42.0	62.0	56.0
Other instruction	3.0	3.0	19.0	15.6	12.2	12.0	12.0	12.0	12.0	12.0
Support Services:										
Student & Instruction Rel. Svcs	205.8	202.8	177.7	185.1	187.5	176.0	186.0	180.0	138.0	138.0
School Administrative Services	61.0	61.0	59.0	65.5	61.4	65.0	61.0	78.0	63.0	85.0
General and Central Services	31.5	31.5	31.3	36.3	35.5	38.0	55.0	34.0	33.0	31.0
Plant Operations & Maintenance	128.5	128.5	137.0	158.0	149.0	150.0	151.0	151.0	151.0	147.0
Pupil Transportation	148.0	148.0	148.0	158.0	159.0	136.0	159.0	165.0	158.0	158.0
Total	1,359.0	1,341.0	1,368.5	1,457.5	1,396.0	1,397.0	1,434.5	1,423.0	1,362.0	1,359.0

Source: District Records

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures a	Cost Per Pupil	Percentage Change	Teaching Staff b	Pupil/Teacher Ratio	Average Daily Enrollment (ADE) c	Average Daily Attendance (ADA) c	% Change in Average Daily Enrollment	Student Attendance Percentage
2012	11,573.0	$ 175,985,090	15,207	4.12%	782	1:14.8	11,065.3	10,457.2	(4.56)	94.5%
2011	11,737.0	$ 176,004,757	14,996	-0.12%	737	1:15.9	11,594.5	10,912.9	0.18	94.1%
2010	11,726.0	176,055,601	15,014	2.76%	796	1:14.7	11,573.8	10,919.7	0.19	94.3%
2009	11,556.5	168,847,855	14,611	3.47%	818	1:14.1	11,552.1	10,908.2	(1.13)	94.4%
2008	11,703.0	165,254,535	14,121	5.03%	813	1:14.4	11,684.2	11,036.7	2.21	94.5%
2007	11,669.0	156,890,204	13,445	7.90%	799	1:14.7	11,549.9	10,889.6	1.03	94.3%
2006	11,634.5	144,969,698	12,460	7.17%	800	1:14.6	11,432.1	10,737.2	2.41	93.9%
2005	11,737.5	136,474,306	11,627	5.03%	791	1:14.8	11,163.2	10,454.0	5.06	93.6%
2004	11,356.0	125,715,383	11,070	2.89%	776	1:14.6	10,625.4	9,957.7	4.89	93.7%
2003	10,810.5	116,313,121	10,759	6.28%	760	1:14.2	10,130.4	9,429.5	6.32	93.1%

Source: District records

Note: Enrollment based on annual October district count.

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2012	2011	2010	2009
District Building				
High Schools				
Colts Neck High School (1998)				
Square Feet	219,490	219,490	219,490	219,490
Capacity (students)	1,748	1,748	1,748	1,748
Enrollment [a]	1,478	1,523	1,481	1,550
Freehold Borough High School (1954)				
Square Feet	187,256	187,256	187,256	187,256
Capacity (students)	1,564	1,564	1,564	1,564
Enrollment	1,566	1,534	1,433	1,395
Freehold Township High School (1968)				
Square Feet	256,293	256,293	256,293	256,293
Capacity (students)	2,224	2,224	2,224	2,224
Enrollment	2,162	2,193	2,208	2,191
Howell High School (1962)				
Square Feet	249,497	249,497	249,497	249,497
Capacity (students)	2,274	2,274	2,274	2,274
Enrollment	2,456	2,488	2,475	2,351
Manalapan High School (1968)				
Square Feet	256,293	256,293	256,293	256,293
Capacity (students)	2,341	2,341	2,341	2,341
Enrollment	1,991	2,038	2,065	2,018
Marlboro High School (1966)				
Square Feet	264,142	264,142	264,142	264,142
Capacity (students)	2,450	2,450	2,450	2,450
Enrollment	1,920	1,961	2,015	2,052
Other				
Administration Building (1982) [b]				
Square Feet	22,000	22,000	22,000	22,000
Transportation [c]				
Square Feet	9,600	9,600	9,600	9,600
Maintenance Offices				
Square Feet	400	400	400	400

Number of Schools at June 30, 2012
High School = 6
Other = 3

Source: District records, ASSA

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.

a Colts Neck High School opened in September 1998 with a total of 383 freshman and sophomore students.
b The Administration building was purchased in 1982 but was originally built in 1954 as an elementary school operated by the Manalapan-Englishtown Regional School District. The building was converted to office spcae housing the Superintendent of Schools, Curriculum, Student Services, Human Resources, Information Technology, and Business Administration Departments. In 2005, the former gymnasium was converted into a board meeting room and record storage area.
c The transportation building and site are leased. The transportation building is comprised of office space, drivers' area, storage, mechanical bays, and bus wash system.

2008	2007	2006	2005	2004	2003
219,490	219,490	219,490	219,490	219,490	219,490
1,748	1,748	1,748	1,748	1,748	1,748
1,721	1,780	1,773	1,604	1,388	1,085
187,256	187,256	187,256	187,256	187,256	142,581
1,564	1,564	1,564	1,564	1,564	1,250
1,416	1,402	1,387	1,268	1,194	1,089
256,293	256,293	256,293	256,293	256,293	256,293
2,224	2,224	2,224	2,224	2,224	2,224
2,240	2,190	2,151	2,011	1,961	1,876
249,497	249,497	249,497	249,497	249,497	249,497
2,274	2,274	2,274	2,274	2,274	2,274
2,317	2,115	1,948	1,853	1,730	1,654
256,293	256,293	256,293	256,293	256,293	256,293
2,341	2,341	2,341	2,341	2,341	2,341
2,029	1,952	1,974	2,222	2,218	2,190
264,142	264,142	264,142	264,142	264,142	218,142
2,450	2,450	2,450	2,450	2,450	1,790
2,155	2,160	2,246	2,222	2,218	2,190
22,000	22,000	22,000	22,000	22,000	22,000
9,600	9,600	9,600	9,600	9,600	9,600
400	400	400	400	400	400

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF ALLOWABLE MAINTENANCE FOR SCHOOL FACILITIES
LAST NINE FISCAL YEARS ENDING JUNE 30
UNAUDITED

Undistributed Expenditures - Required
Maintenance for School Facilities
11-000-261-XXX

School Facilities	Project (#)s	2012	2011	2010	2009
Colts Neck High School	NA	$ 402,984	$ 347,111	$ 465,593	$ 510,603
Freehold Borough High School	NA	343,802	296,135	397,217	442,524
Freehold Township High School	NA	470,555	405,313	543,662	612,725
Howell High School	NA	458,077	394,566	529,246	612,725
Manalapan-Englishtown High School	NA	470,555	405,313	543,662	612,725
Marlboro High School	NA	484,965	417,726	560,311	612,725
Total School Facilities		2,630,938	2,266,164	3,039,691	3,404,027
Other Facilities		-	-	-	-
Grand Total		$ 2,630,938	$ 2,266,164	$ 3,039,691	$ 3,404,027

Source: District Records

Required maintenance, defined in N.J.A.C. 6:24, The Educational Facilities Construction and Financing Act, includes expenditures for systems warranty purposes that are approved for repairs and replacements for the purpose of keeping a school facility open, comfortable and safe for use or in its original condition, including repairs and replacements to a school facility's heating, lighting, ventilation, security and other fixtures to keep the facility or fixtures in effective working condition. Required maintenance includes periodic or occasional inspection; adjustment, lubrication, and cleaning (non-janitorial) of buildings or fixtures; replacement of parts; and other actions to assure continuing service and to prevent breakdown.

2008	2007	2006	2005	2004	Total
$ 370,897	$ 444,859	$ 338,483	$ 486,325	$ 461,507	$ 3,425,378
347,255	560,535	515,354	559,857	352,353	3,471,230
454,676	602,446	281,188	526,825	444,063	3,870,898
454,676	896,564	421,414	502,941	432,288	4,244,420
454,676	799,762	396,202	526,825	444,063	4,183,228
454,676	902,624	690,887	506,825	457,663	4,603,437
2,536,856	4,206,790	2,643,528	3,109,598	2,591,937	23,798,591
-	-	-	-	-	-
$ 2,536,856	$ 4,206,790	$ 2,643,528	$ 3,109,598	$ 2,591,937	$ 23,798,591

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2012
UNAUDITED

	Coverage	Deductible
Wachovia Insurance Services		
Property	$ 218,040,884	$ 5,000
Boiler/Machinery	50,000,000	1,000
Liability		
General	1,000,000	-
Excess Liability	10,000,000	1,000,000
Automobile	1,000,000	1,000
Employee Dishonesty	500,000	5,000
Board Legal	1,000,000	5,000
New Jersey School Boards Insurance Group		
Workers Compensation	Statutory	350,000
Crime:		
Board Secretary	300,000	1,000

Source: District Records

SINGLE AUDIT SECTION

SUPLEE, CLOONEY & COMPANY
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Telephone 908-789-9300 Fax 908-789-8535
E-mail info@scnco.com

EXHIBIT "K-1"

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

Honorable President and Members
of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey 07726

We have audited the basic financial statements of the Freehold Regional High School District, County of Monmouth, New Jersey as of and for the fiscal year ended June 30, 2012, and have issued our report thereon dated November 30, 2012. We conducted our audit in accordance with U.S. generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Freehold Regional High School District, County of Monmouth, New Jersey internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the basic financial statements but not for the purpose of expressing an opinion on the effectiveness of the Freehold Regional High School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Freehold Regional High School District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was limited for the purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above. However we noted an immaterial matter involving the internal control over financial reporting that we have reported to the Board of Education of the Freehold Regional High School District in a separate Auditor's Management Report on Administrative Findings – Financial and Compliance dated November 30, 2012.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Freehold Regional High School District'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 basic 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*.

This report is intended solely for the information and use of management and the Board of Education of the Freehold Regional High School District, the New Jersey State Department of Education and federal and state audit awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Suplee Clooney & Company
CERTIFIED PUBLIC ACCOUNTANTS

Robert W. Suplee
PUBLIC SCHOOL ACCOUNTANT NO. 948

November 30, 2012

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EXHIBIT "K-2"

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL AND STATE FINANCIAL ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND NEW JERSEY OMB CIRCULAR 04-04

Honorable President and Members
of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey 07726

Compliance

We have audited the compliance of the Freehold Regional High School District with the types of compliance requirements described in the New Jersey State Grant Compliance Supplement that are applicable to each of its major federal and state programs for the year ended June 30, 2012. The Freehold Regional High School District'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 Freehold Regional High School District's management. Our responsibility is to express an opinion on Freehold Regional High School District's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey and the provisions of U.S. Office of Management and Budget (OMB) Circular A-133 "Audits of States, Local Governments and Non-Profit Organizations" and State of New Jersey OMB Circular 04-04, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the Freehold Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Freehold Regional High School District's compliance with those requirements.

In our opinion, the Freehold Regional High School District 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 year ended June 30, 2012.

Internal Control Over Compliance

The management of the Freehold Regional High 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 the Freehold Regional High School District'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 the Freehold Regional High School District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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 and use of management and the Board of Education of the Freehold Regional High School District, the New Jersey State Department of Education and federal and state audit awarding agencies and is not intended to be and should not be used by anyone other than these specified parties

Suplee Clooney & Company
CERTIFIED PUBLIC ACCOUNTANTS

November 30, 2012

PUBLIC SCHOOL ACCOUNTANT NO. 948

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Award Amount	Grant Period From	Grant Period To
U.S. Department of Education Passed-Through State Department of Education:					
General Fund					
Education Jobs Fund	84.410		$ 1,818,761	9/1/2010	8/31/2012
Total General Fund					
Special Revenue Fund:					
Title I, Part A Basic	84.010	NCLB_12	523,292	9/1/2011	8/31/2012
Title I, Part A Basic	84.010	NCLB_11	319,297	9/1/2010	8/31/2011
Title I, Part A Basic	84.010	NCLB_10	295,359	9/1/2009	8/31/2010
Title II, Part A Teacher & Principal Training	84.281	NCLB_12	164,707	9/1/2011	8/31/2012
Title II, Part A Teacher & Principal Training	84.281	NCLB_11	185,272	9/1/2010	8/31/2011
Title II, Part A Teacher & Principal Training	84.281	NCLB_10	182,107	9/1/2009	8/31/2010
Title II, Part D	84.168	NCLB_11	716	9/1/2010	8/31/2011
Title II, Part D	84.168	NCLB_10	2,980	9/1/2009	8/31/2010
Title III	84.365	NCLB_12	23,482	9/1/2011	8/31/2012
Title III	84.365	NCLB_11	29,935	9/1/2010	8/31/2011
Title III	84.365	NCLB_10	23,362	9/1/2009	8/31/2010
Title III	84.365	NCLB_09	25,918	9/1/2008	8/31/2009
Title III Immigrant	84.365	NCLB_11	16,268	9/1/2010	8/31/2011
I.D.E.A. Part B Basic	84.027	FT_12	2,276,818	9/1/2011	8/31/2012
I.D.E.A. Part B Basic	84.027	FT_11	2,225,083	9/1/2010	8/31/2011
I.D.E.A. Part B Basic	84.027	FT_10	2,099,999	9/1/2009	8/31/2010
I.D.E.A. ARRA	84.391	N/A	2,444,379	9/1/2010	8/31/2011
Vocational Education - Perkins	84.048	PERK165007	73,748	9/1/2011	8/31/2012
Vocational Education - Perkins	84.048	PERK165007	144,378	9/1/2010	8/31/2011
Vocational Education - Perkins	84.048	PERK165007	159,779	9/1/2009	8/31/2010
Total Special Revenue Fund					
U.S. Department of Agriculture Passed-Through State Department of Education:					
Commodity Supplemental Food Program	10.565	N/A	130,747	7/1/2011	6/30/2012
Commodity Supplemental Food Program	10.565	N/A	103,272	7/1/2010	6/30/2011
School Breakfast Program	10.553	N/A	32,783	7/1/2011	6/30/2012
School Breakfast Program	10.553	N/A	33,291	7/1/2010	6/30/2011
National School Lunch Program	10.555	N/A	311,343	7/1/2011	6/30/2012
National School Lunch Program	10.555	N/A	308,134	7/1/2010	6/30/2011
Total Enterprise Fund					
Total Federal Financial Awards					

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Schedule A

Balance at June 30, 2011	Adjustment	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Year's Balances	Balance at June 30, 2012 Accounts Receivable	Deferred Revenue	Due to Grantor
$ -	$ -	$ 1,125,636	$ (1,818,761)	$ -	$ (693,125)	$ -	$ -
-	-	1,125,636	(1,818,761)	-	(693,125)	-	-
-	-	258,060	(383,169)	-	(125,109)	-	-
(72,556)	-	158,060	(85,504)	-	-	-	-
(8,458)	-	8,458	-	-	-	-	-
-	-	85,985	(151,005)	-	(65,020)	-	-
(105,649)	378	130,780	(25,509)	-	-	-	-
(5,087)	-	5,087	-	-	-	-	-
(716)	-	716	-	-	-	-	-
(783)	-	783	-	-	-	-	-
-	-	11,104	(15,586)	-	(4,482)	-	-
(4,671)	-	16,180	(11,509)	-	-	-	-
(856)	-	856	-	-	-	-	-
267	(267)	-	-	-	-	-	-
(55)	-	4,305	(4,250)	-	-	-	-
-	-	1,082,789	(2,103,024)	-	(1,020,235)	-	-
(769,051)	-	769,676	(625)	-	-	-	-
(1)	-	1	-	-	-	-	-
(172,176)	996	642,497	(471,317)	-	-	-	-
-	-	59,371	(73,747)	-	(14,376)	-	-
(45,146)	-	49,580	(4,434)	-	-	-	-
(269)	-	269	-	-	-	-	-
(1,185,207)	1,107	3,284,557	(3,329,679)	-	(1,229,222)	-	-
-	-	70,134	(67,336)	-	-	2,798	-
5,378	-	-	(5,378)	-	-	-	-
-	-	27,329	(32,783)	-	(5,454)	-	-
(1,845)	-	1,845	-	-	-	-	-
-	-	258,882	(311,343)	-	(52,461)	-	-
(14,091)	-	14,091	-	-	-	-	-
(10,558)	-	372,281	(416,840)	-	(57,915)	2,798	-
$ (1,195,765)	$ 1,107	$ 4,782,474	$ (5,565,280)	$ -	$ (1,980,262)	$ 2,798	$ -

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Deferred Revenue (Accts Receivable) June 30, 2011
State Department of Education:					
General Fund:					
Non-Public Transportation Costs Aid	12-100-034-5120-068	39,204	7/1/2011	6/30/2012	$ -
Extraordinary Special Education Costs Aid	12-100-034-5120-473	2,652,364	7/1/2011	6/30/2012	-
Special Education Aid	12-495-034-5120-011	6,658,275	7/1/2011	6/30/2012	-
Equalization Aid	12-495-034-5120-078	40,722,021	7/1/2011	6/30/2012	-
Security Aid	12-495-034-5120-084	689,058	7/1/2011	6/30/2012	-
Anti-Bullying Bill of Rights Act		5,302	7/1/2011	6/30/2012	-
Reimbursed TPAF Social Security	12-495-034-5095-051	5,388,350	7/1/2011	6/30/2012	-
Non-Public Transportation Costs Aid	11-100-034-5120-068	104,481	7/1/2010	6/30/2011	(104,481)
Extraordinary Special Education Costs Aid	11-100-034-5120-473	1,280,964	7/1/2010	6/30/2011	(1,280,964)
Special Education Aid	11-495-034-5120-011	6,658,275	7/1/2010	6/30/2011	-
Equalization Aid	11-495-034-5120-078	37,975,359	7/1/2010	6/30/2011	-
Reimbursed TPAF Social Security	11-495-034-5095-051	5,163,559	7/1/2010	6/30/2011	(10,929)
Total General Fund					(1,396,374)
Special Revenue Fund:					
N.J. Nonpublic Aid:					
Textbook Aid	11-100-034-5120-064	2,728	7/1/2010	6/30/2011	-
Textbook Aid	12-100-034-5120-064	4,253	7/1/2011	6/30/2012	-
Nursing Services	12-100-034-5120-070	4,962	7/1/2011	6/30/2012	-
Handicapped Services:					
Supplemental Instruction	12-100-034-5120-066	1,684	7/1/2011	6/30/2012	-
Speech	12-100-034-5120-066	553	7/1/2011	6/30/2012	-
Exam and Classification	12-100-034-5120-066	2,898	7/1/2011	6/30/2012	-
Post Secondary Outcomes		20,398	7/1/2011	6/30/2012	-
Total Special Revenue Fund					-
Debt Service Fund:					
Debt Service Aid Type II	12-100-034-5120-125	1,308,238	7/1/2011	6/30/2012	-
Total Debt Service Fund					-
Enterprise Fund:					
National School Lunch Program (State Share)	11-100-010-3360-067	16,172	7/1/2011	6/30/2012	-
National School Lunch Program (State Share)	12-100-010-3360-067	16,524	7/1/2010	6/30/2011	(1,659)
Total Enterprise Fund					(1,659)
New Jersey Economic Development Authority					
Capital Projects Fund					
Freehold Boro High School - Corridor Roof Repair	1650-050-09-1001	40,900	7/1/2009	6/30/2010	(40,900)
Howell High School - Water Main Replacement	1650-050-09-1003	29,460	7/1/2009	6/30/2010	(29,460)
Manalapan High School - Partial Roof Replacement	1650-050-09-1004	64,098	7/1/2009	6/30/2010	(64,098)
Total Capital Projects Fund					(134,458)
Total State Financial Assistance Subject to OMB 04-04					$ (1,532,491)
On Behalf TPAF Contributions Not Subject to OMB 04-04:					
On-behalf TPAF Pension/Medical	12-495-034-5095-050	6,613,364	7/1/2011	6/30/2012	
Total Indirect State Financial Assistance					

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Schedule B

Due to Grantor June 30, 2011	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Year's Balances	Balance at June 30, 2012 Accounts Receivable	Deferred Revenue	Due to Grantor	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
$ -	$ -	$ (39,204)	$ -	$ (39,204)	$ -	$ -	$ 39,204	$ 39,204
-	-	(2,652,364)	-	(2,652,364)	-	-	2,652,364	2,652,364
-	5,993,341	(6,658,275)	664,934	-	-	-	664,934	6,658,275
-	36,720,003	(40,722,021)	4,002,018	-	-	-	4,002,018	40,722,021
-	620,245	(689,058)	68,813	-	-	-	68,813	689,058
-	5,302	(5,302)	-	-	-	-	-	5,302
-	5,388,350	(5,388,350)	-	-	-	-	-	5,388,350
-	104,481	-	-	-	-	-	-	104,481
-	1,280,964	-	-	-	-	-	-	1,280,964
-	658,070	-	(658,070)	-	-	-	-	6,658,275
-	3,753,297	-	(3,753,297)	-	-	-	-	37,975,359
-	10,929	-	-	-	-	-	-	5,163,559
-	54,534,982	(56,154,574)	324,398	(2,691,568)	-	-	7,427,333	107,337,212
2,276	-	-	(2,276)	-	-	-	-	-
-	4,253	(2,976)	-	-	-	1,277	-	2,976
-	6,005	(4,962)	-	-	-	1,043	-	4,962
-	1,684	(1,684)	-	-	-	-	-	1,684
-	553	(553)	-	-	-	-	-	553
-	3,423	(2,898)	-	-	-	525	-	2,898
-	20,398	(20,398)	-	-	-	-	-	20,398
2,276	36,316	(33,471)	(2,276)	-	-	2,845	-	33,471
-	1,308,238	(1,308,238)	-	-	-	-	-	1,308,238
-	1,308,238	(1,308,238)	-	-	-	-	-	1,308,238
-	13,499	(16,172)	-	(2,673)	-	-	-	16,172
-	1,659	-	-	-	-	-	-	16,524
-	15,158	(16,172)	-	(2,673)	-	-	-	32,696
-	-	-	-	(40,900)	-	-	-	40,900
-	-	-	-	(29,460)	-	-	-	29,460
-	-	-	-	(64,098)	-	-	-	64,098
-	-	-	-	(134,458)	-	-	-	134,458
$ 2,276	55,894,694	(57,512,455)	$ 322,122	$ (2,828,699)	$ -	$ 2,845	$ 7,427,333	108,846,075
	6,613,364	(6,613,364)						6,613,364
	6,613,364	(6,613,364)						6,613,364
	62,508,058	(64,125,819)						115,459,439

EXHIBIT "K-5"

Freehold Regional High School District
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
Year Ended June 30, 2012

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Board of Education, Freehold Regional High School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financials assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $324,398.00 for the general fund and ($46,896.00) for the Special Revenue Fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund	$1,818,761.00	$62,443,540.00	$64,262,301.00
Special Revenue Fund	$3,376,576.00	33,471.00	3,410,047.00
Debt Service Fund		1,308,238.00	1,308,238.00
Food Service Fund	416,840.00	16,172.00	433,012.00
	$5,612,177.00	$63,801,421.00	$69,413,598.00
GAAP Adjustments	($46,896.00)	$324,398.00	
Total Awards & Financial Assistance	$5,565,281.00	$64,125,819.00	$69,413,598.00

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 in the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2012. The amount reported as TPAF pension contributions reported in the financial statements represents the amount paid by the state on behalf of the district for the year ended June 30, 2012.

EXHIBIT "K-6"

Freehold Regional High School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2012

Section I – Summary of Auditor's Results

Financial Statements

(1)	Type of Auditor's Report Issued:		Unqualified
(2)	Internal Control Over Financial Reporting:		
	(a)	Material weakness identified?	No
	(b)	Significant deficiencies identified that are not considered to be material weaknesses?	N/A
(3)	Noncompliance material to basic financial statements noted?		No

Federal Program(s)

(1)	Internal Control Over Major Federal Programs:		
	(a)	Material weakness identified?	No
	(b)	Significant deficiencies identified that are not considered to be material weaknesses?	N/A
(2)	Type of Auditor's Report issued on compliance for major federal program(s)?		Unqualified
(3)	Any audit findings disclosed that are required to be reported in accordance with Section.510(a) of Circular OMB A-133?		No

Freehold Regional High School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2012

Section I – Summary of Auditor's Results (Continued)

Federal Program(s) (Continued)

(4) Identification of Major Federal Program(s):

Program	Grant Number
Education Jobs Fund	84.410
Title II A	84.281

(5) Program Threshold Determination:
Type A Federal Program Threshold > $300,000.00
Type B Federal Program Threshold <= $300,000.00

(6) Auditee qualified as a low-risk auditee under OMB Circular A-133? Yes

Freehold Regional High School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2012

Section I – Summary of Auditor's Results (Continued)

State Program(s)

(1)	Internal Control Over Major State Programs:		
	(a)	Material weakness identified?	No
	(b)	Significant deficiencies identified that are not considered to be material weaknesses?	N/A
(2)	Type of Auditor's Report issued on compliance for major state program(s)?		Unqualified
(3)	Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04?		No

(4) Identification of Major State Program(s):

Program	Grant Number
Equalization Aid	12-495-034-5120-078
Special Education Aid	12-495-034-5120-011
Security Aid	12-495-034-5120-084
Reimbursed TPAF Social Security	12-495-034-5095-051

Freehold Regional High School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2012

Section I – Summary of Auditor's Results (Continued)

State Program(s) Continued)

(5) Program Threshold Determination:
Type A State Program Threshold > $1,725,463.00
Type B State Program Threshold <= $1,725,463.00

(6) Auditee qualified as a low-risk auditee under OMB Circular A-133? Yes

Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards

Internal Control Findings

None Reported

Compliance Findings

None Reported

Section III – Findings and Questioned Costs Relative to Major Federal and State Programs

Federal Programs – None Reported

State Programs – None Reported

EXHIBIT "K-7"

Freehold Regional High School District

Schedule of Prior Year Audit Findings

The prior year finding has been corrected.