

**COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE
EAST BRUNSWICK SCHOOL DISTRICT**

**760 Route 18
East Brunswick, New Jersey 08816**

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Prepared by

Bernardo J. Giuliana

**East Brunswick School District
Department of Financial Services**

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Introductory Section

East Brunswick Public Schools

760 Route 18
East Brunswick, New Jersey 08816

October 15, 2009

Honorable President and
Members of the Board of Education
East Brunswick School District
County of Middlesex, New Jersey

Dear Board Members:

The comprehensive annual financial report for the East Brunswick School District (District) for the fiscal year ended June 30, 2009 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the independent auditor's report, management's discussion and analysis, the basic financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations," and the State Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: East Brunswick School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups are included in this report. The East Brunswick School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular and vocational education, as well as special education for handicapped youngsters. The District completed the 2008 - 2009 fiscal year with an average daily enrollment of 8,810 students, or 28 students above the previous year's enrollment. The following details the changes in the District's student enrollment over the last five years.

<i>Average Daily Enrollment</i>		
<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2008-2009	8,810.0	0.32%
2007-2008	8,782.0	(2.12%)
2006-2007	8,972.0	(3.00%)
2005-2006	9,278.0	2.00%
2004-2005	9,096.0	1.21%

2. ECONOMIC CONDITION AND OUTLOOK: The Township of East Brunswick's total labor force decreased 0.48% from 26,640 in 2007 to 26,511 in 2008, as reported by the U.S. Department of Labor, Bureau of Labor Statistics. The employment rate for 2008 was 95.9% as compared with 96.9% in 2007, and the unemployment rate for 2008 increased to 4.1% from 3.1% in 2007.

Economic data provided by the Township of East Brunswick indicates that the construction value of building permits issued for new units, additions and remodeling as of March 31, 2009 totaled \$9,734,886.00 and the total number of permits issued totaled 675 for the same period. The construction value and permits issued for the entire 2008 calendar year respectively totaled \$48,486,248.00 and 2,773 as compared to \$43,415,715.00 and 2,751 for the 2007 calendar year. This represents an increase of 22 permits and an increase in construction value of \$5,070,533.00.

Certificates of occupancy (COs) issued for new residential units were reported to be at 9, or 150% during the first three months of 2009 as compared with the first three months of 2008. The Township has experienced a high demand for new and re-sale housing, reflecting the ongoing desire of individuals to establish their

residency in East Brunswick where the public schools are a primary factor in that decision. The economic climate affecting home mortgages has had some improvement over the last year, which translates into a more favorable impact upon housing turnovers. Nevertheless, this improvement should not be construed to minimize the general economic conditions experienced both nationally and in New Jersey and East Brunswick, in particular.

Local housing values continue to have experienced a downturn resulting from the economic uncertainties that have been experienced both nationally and statewide. New Jersey continues to have a need for serious property tax reform. The District is conscious of this and will continue to act prudently in its fiscal decisions. However, this issue must be addressed. We again urge New Jersey residents to express the expectations they have of their elected State officials with regard to property tax reform.

3. MAJOR INITIATIVES: On July 10, 2008, Memorial Elementary School suffered a devastating fire, which destroyed a series of classrooms and rendered the entire school facility unusable beginning with the 2008-2009 school year. The District was immediately forced into crisis mode having to determine the best solution to temporarily housing the nearly 400 students displaced by the fire. Within a month of the fire, the District was able to secure a lease for the Corpus Christi school facility in neighboring South River with students receiving instruction at the facility beginning in September 2008. Since then, the District has been in "recovery mode" preparing for a bond referendum to replace the fire-damaged Memorial Elementary School building. On September 29, 2009, the referendum was passed by East Brunswick's voters. The District has immediately begun planning the next steps necessary to move the project toward a planned September 2012 occupancy.

The District has been aggressive in pursuing the maximum level of State grant funds for all qualifying projects since State's school facilities grants were reinstated last year. To date, East Brunswick has been successful in receiving grant approvals on all qualifying projects and for the maximum qualifying amount. The grant funds have benefitted East Brunswick taxpayers by reducing the local financial obligation for the projects.

While limited funds have been available for needed capital improvements, the District has planned for projects funded through short-term lease-purchase financing having a payback period of no more than five years. The projects funded during the past year include the re-paving of parking lots and general sidewalk

replacements at Bowne-Munro Elementary School, Chittick Elementary School, and the Administration Building; replacement of the fire alarm, clock and public address systems at Warnsdorfer Elementary School; and, several paving, sidewalk, and door replacement projects of smaller scope and size at several other schools.

The East Brunswick High School northwest quadrant fields project commenced in the fall of 2008. The project includes two baseball fields, an all purpose game field, an all purpose practice field, extensive improvements to the storm drainage system, and a fully re-designed parking area. These improvements are anticipated to be completed by the end of November 2009. Upon completion, the project will provide an improved and safe environment for students and athletes who utilize the facility for physical education and sports programs, a safe traffic pattern with appropriate parking for the overall facility, and a storm-water management system that improves the infrastructure to both protect the District's investment in the facility and properly address water runoff issues that may have affected neighboring properties.

In addition, the replacement of the auditorium stage lighting and rigging systems at East Brunswick High School was undertaken in the summer 2009. This project was critical in ameliorating safety concerns to the aging and improperly functioning systems. The project is expected to be completed by the end of November 2009, and will provide for systems that are safe, efficient, and appropriate for the learning environment.

Finally, technology has a significant role in instruction and is integrated throughout the District's operations. In fact, it is important to recognize that technology is not a frill. Rather, it is a necessity since it is infused in nearly every aspect of every day life. Budget constraints have significantly affected the level of support for the District's investment in technology. This District will continue to be challenged by this issue and in finding ways to appropriately fund this area.

4. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and

benefits requires estimates and judgments by management.

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as reported as reservations of fund balance at June 30, 2009.

6. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 2B.

7. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 3. The District deposits public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in

New Jersey, where the funds are secured in accordance with the Act.

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

9. OTHER INFORMATION:

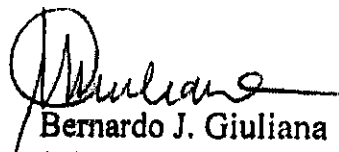
A) **Independent Audit** - State statute 18A:23-1 requires an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of DAK CPA, was appointed by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular A-133 and State Treasury Circular OMB 04-04. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

B) **Continued Excellence in Academics, Athletics and the Arts** - During the 2008-2009 school year, the District continued to advance its reputation for excellence through a variety of accomplishments and achievements. See the accomplishments and achievements section for a number of those successes.

10. ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the East Brunswick Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the dedicated services of our financial and accounting staff.

Respectfully submitted,


Jo Ann Magistro, Ed.D.
Superintendent


Bernardo J. Giuliana
School Business Administrator/
Board Secretary

ACCOMPLISHMENTS AND ACHIEVEMENTS

The District is proud to report the many successes and accomplishments that our students have achieved. The 2008-2009 school year achievements are listed below.

For Excellence in Academics...

- East Brunswick is the only school district in the state with eight schools designated as *Blue Ribbon Schools/National Schools of Excellence* by the United States Department of Education. The schools are: Bowne-Munro, Chittick, Irwin, Lawrence Brook, and Warnsdorfer Elementary Schools, Hammarskjold Middle School, Churchill Junior High School, and East Brunswick High School.
- “East Brunswick High School is without a doubt one of the finest high schools in the nation. It is a school that has a very strong academic program, supported by ample financial resources, and guided by excellent leadership.” *Quote taken from The Middle States Association of Colleges and Schools Accreditation for Growth Validation Team.*
- The EBHS Math Team placed first in the NJ Math League. A CJHS (9th grade) student tied for first place.
- Two hundred and eight EBHS students performed admirably in the 2008 *Advanced Placement Testing Program.*
- EBHS students enrolled in the Advanced Placement Institute for Political and Legal Education (IPLE) class placed first in the *New Jersey We the People: the Citizen and the Constitution Competition* earning them the honor of representing the State at the national competition. This was the 21st time out of a possible 22 that EBHS IPLE students represented the State of New Jersey at this competition where they went on to place fourth in the nation.
- Forty-eight students from EBHS were inducted into *Mu Alpha Theta*, the Math Honor Society.
- CJHS’s Eighth Grade Math team placed second out of more than 20 schools in an area competition.
- Three EBHS students were selected to attend the *Governor’s School of New Jersey (Sciences, Engineering and Technology, International Studies)*, a unique summer residential program for academically talented students.
- An EBHS senior was the recipient of the *American Association of Teachers of German Outstanding High School Senior in German Award.*
- In competition with 365 teams from the State of New Jersey, a team of four Lawrence Brook students placed first in the *Stock Market Challenge.*
- One Bowne-Munro fifth grader placed first in the *Elementary Division of the Spring 2009 New Jersey Council on Economic Education Essay Contest.*

- In its first appearance at the State competition, the *HMS Science Olympiad Team* placed in five out of 24 individual events (one first place, 2 second place, two third places and one sixth place).
- The *CJHS Science Olympiad Team* placed second overall in this year's state competition out of 24 teams. Team members took eight first places, three fourth places, four fifth places, and two sixth places in individual events. Churchill medaled in 17 of 25 events.
- In its first year the EBHS Robotics Club received the *Motivate Award for Team Spirit* and the *Connect Award for Involvement within the Robotics Community*. In addition the club had four second place finishes, one first place finish, and won a *Programming Skills Award*. The first place finish along with the Programming Skills Award qualified two of the club's teams for the World Championship in Dallas, Texas. At the World Championship both teams placed in the middle of the rankings among 120 teams from more than ten different nations.
- In partnership with the Rutgers University Center for Molecular Biology, the *Waksman Scholar Program* provides EBHS juniors and seniors with the opportunity to conduct research on molecular genetics (DNA). The program was featured on channel WBGH out of Boston as one of the 10 top science programs in the country. In many instances the students' research is published in a National Institute of Health data base. During the 2008-2009 school year the research of 8 students was published.
- Ten EBHS *Biology Olympiad* students scored in the top 10% from among more than 600 students in the country who took the exam.
- In *NJ Science League Competition* EBHS Advanced Placement students finished *First in the State in Chemistry*.
- EBHS students who participated in the *59th Annual Merck Science Day Competition* placed first in the chemistry component and first in the State overall, the overall ranking being the cumulative sum of five tests. Additionally, six students were designated *Merck Scholars* for having placed within the top four in the state individually, two of whom were the very first in the State.
- Eleven EBHS students were finalists in the *2009 National Merit Scholarship Competition*.
- Forty EBHS juniors and seniors were inducted into the *National Honor Society*
- Fifty-six EBHS students received the designation of *Bloustein Scholar*, a distinction reserved for the highest achieving graduating high school students in NJ. These *Distinguished Scholars* are offered an annual award of \$1,000 without regard to financial need.
- Eighty-one percent of EBHS seniors exceeded the requirements for graduation in practical arts.

- At the Fall Leadership Connection the members of the EBHS Chapter of the *Family, Community and Career Leaders of America (FCCLA)* silver medaled in all three events in which they competed (*LifeSmarts, Theme Banner and Be Part of It*). At the Spring Leadership Conference the Club received one gold (*Cake Decorating*), one silver (*Fashion Runway-Evening Wear*) and two bronze medals (*Project Earth and Fashion Runway-Sportswear*).
- Eight students representing EBHS placed first in the State at the *Junior Engineering Technical Society (JETS) Competition*.
- HMS Math Prime students placed seventh overall in the *NJ Math League Competition*, second in Middlesex County.
- An EBHS junior won a *Scholastic National Gold Award* for her poetry. Nationwide only 52 Gold Awards were given for poetry.
- Ninety-eight HMS students were chosen by their teachers for sustained demonstration of all six pillars of good character. Ten of the seventh graders received this commendation two years in a row.
- Thirty-four students enrolled in the district's *Adult Basic Education Program* became United States citizens.
- The *Adult Life Skills Program* celebrated 30 years of successfully serving developmentally disabled adults through a grant funded by the *New Jersey Department of Developmental Disabilities* and is the only such program in the state.
- The *GED Test Center* staff received an award from the *New Jersey Department of Education Bureau of Adult Education and Family Literacy* for outstanding performance in delivering the tests for General Educational Development or high school equivalency.

In Athletics...

- Team Championships included the following:
 - Red Division – Girls Tennis, Girls Soccer, Girls Volleyball, Boys Bowling, Boys Tennis, Boys Golf, and Softball
 - Greater Middlesex Conference (GMC) – Girls Tennis, Girls Soccer, Boys Golf, Boys Volleyball, and Softball
 - Central Jersey Group IV – Girls Tennis and Boys Bowling
 - Group IV State – Girls Tennis
 - Tournament – Girls Tennis
- The 9th grade Boys Soccer Team was Tournament Champions.
- With an overall individual win/loss record of 31/3 and a finalist in State singles competition, a member of the *Girl's Varsity Tennis Team* was named the *Star Ledger Player of the Year*.
- Two Track and Field athletes were named 2009 Group IV Individual Champions, a freshman in the discus and a senior in the high jump.

- One EBHS senior named to the *Home News 2008 All Area Girls Field Hockey team*.
- One EBHS sophomore was named to the *Star Ledger All Middlesex Track Second Team*.
- One EBHS senior named the *Home News Tribune's Girl's Soccer Player of the Year*.
- Two EBHS students were named *All Red Division and All Conference* in bowling.
- One EBHS senior was selected by the *Star Ledger* to the *All Division Basketball Team*.
- Individual GMC swimming champions: Girls 100 Fly, also setting a team record and 400 Mixed Free Relay.
- In celebration of *National Girls and Women in Sports Day*, at a ceremony sponsored by the New Jersey State Interscholastic Athletic Association (NJSIAA), one EBHS senior was recognized with women athletes from around the State for having demonstrated leadership, character, athleticism and sportsmanship.
- In Winter Track two EBHS student athletes qualified to compete in the state championships (shot put and hurdles).
- One member of the Boys Bowling Team was the *GMC Individual champion* in bowling and two bowlers were named *All Red Division and All Conference* in their sport.
- One Girls Varsity Soccer player was selected to be *NJ-12's Student-Athlete of the Week*.
- Five athletes from the Class of 2009 were offered scholarships or athletic grants in aid totaling more than \$250,000.
- One Boys basketball player was selected to the *All Division Basketball Team*.

In the Arts...

- The EBHS arts education program was selected to be a *New Jersey Model School in the Arts* by the *New Jersey Arts Education Partnership*.
- An EBHS senior was the grand prize winner in the *2009 Congressional Art Competition for New Jersey's Twelfth District*. Chosen from among more than 100 works of art, the aspiring artist's mixed media composition titled "High Frequency" will hang in the halls of Congress in Washington, DC for one year.
- An EBHS junior received a second place award in the *2009 Congressional Art Competition for New Jersey's Twelfth District* for her untitled mixed media composition.

- Based on her fine performance as a premier member of the *All-State Orchestra*, one EBHS senior was selected to receive the *New Jersey Governor's Award for Arts Education*.
- At the *National Band and Orchestra Festival* held at Carnegie Hall, the EBHS Orchestra received superior ratings from all four judges and, as a result, was one of two groups chosen to perform in an evening concert at one of the most historically prestigious concert halls in the nation.
- The EBHS Concert Choir performed admirably, earning an "exemplary" rating in sight reading and a "perfect" score for the performance at the *2009 American Choral Directors Association High School Choral Festival*.
- Two EBHS students were honored at a reception sponsored by the *Art Administrators of New Jersey* for having participated in the 21st annual *Emerging Artists Exhibit*.
- Four CJHS students were recognized for *Outstanding Achievement in the Arts* at the *Middlesex County Teen Arts Festival*.
- One EBHS senior was the recipient of *Summer Institute Scholarship* sponsored by the *Marie Walsh Sharpe Art Foundation*.
- An EBHS sophomore was a second-place regional winner in the 16-18 year old division of GEICO's 2008 Safety Belt Poster Contest.
- An EBHS sophomore won second prize in a national art contest sponsored by *Royal & Langnickel*.
- One Central School third grader, a strings student, was selected to participate in the *NJ Youth Symphony Program*.

Staff Accomplishments...

- Frank Noppenberger, Supervisor of Athletics and Physical Education, was selected by the *New Jersey Principals and Supervisors Association* to receive the *Visionary Leader of the Year Award* in the supervisor/director category.
- The *New Jersey Association of School Business Officials* selected Bernardo Giuliana, the district's School Business Administrator, to receive a Meritorious Service Award.
- Karyn Grant, former Head Girls Tennis Coach, was inducted into the *New Jersey State Coaches Association Hall of Fame*.
- Dan Hayston (deceased), one time Boys Soccer Coach was inducted into the *Soccer Coaches Association of New Jersey Hall of Fame*.
- During summer staff development, 768 staff members participated in 86 workshops.
- HMS guidance counselor, Kathryn Macone was named *Middlesex County School Counselor of the Year*.
- Tennis Coach Brian McInerney was named *GMC Coach of the Year*.

- Field Hockey Coach Megan Deroba was named *GMC Coach of the Year*.
- Boys Basketball Coach Bo Henning was selected as the *Red Division Coach of the Year*.
- Jeff Elias was selected as the *Red Division* and *GMC Coach of the Year* in bowling.
- Softball coach Kevin Brady was named both *Division* and *GMC Coach of the Year*.

Excellence for Service to the Community...

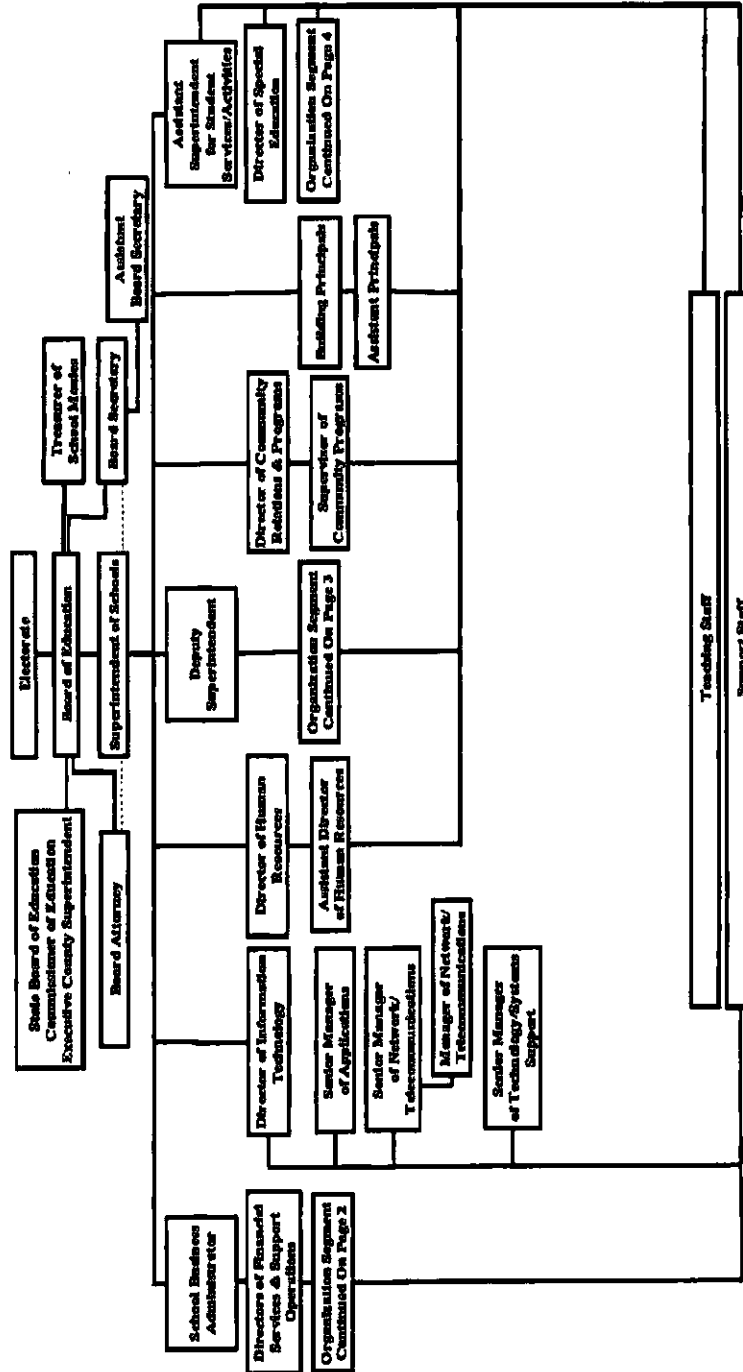
- The Raritan Valley YMCA named an EBHS senior, *Youth Volunteer of the Year*
- One CJHS student is recipient of the Magyar Experience Award for his generous contributions to the Bank's Thanksgiving Turkey and Food Drive.
- Through a project led by physical education teacher Donna Hamer called *Great Strides*, CJHS students and staff combined fitness and philanthropy. They walked to raise funds to help children throughout the world with club feet. Their efforts raised enough money to get 25 children the treatment needed to enable them to walk normally.
- HMS PTA and Excellence Committee cosponsored a "movie night" of which all proceeds from this benefit went to Elijah's Promise soup kitchen in New Brunswick.
- More than 100 HMS students and 30 plus staff members raised \$7,424 as they *Volleyed for Cancer*. This was the second school event organized by HMS physical education teacher, Leslie Gaetner with support from the staff, the PTA and the East Brunswick Youth Council.
- The Irwin Elementary School Early Act Club sponsored a penny war to raise money to help support families who raise puppies that will later be trained as Seeing Eye dogs.
- At Frost Elementary School the Early Act Club organized *Pennies for Patients*, a school wide fundraiser in which the school community raised over \$2,000 to help children with blood cancer. They also collected pull tabs for the Ronald McDonald house, conducted two food drives which provided food to local residents in need and as participated in the *Middlesex County Literacy walk*.

The record of achievement keeps the District hopeful that the 2009-2010 school year promises to be as productive as the previous year.

POLICY

**EAST BRUNSWICK PUBLIC SCHOOLS
Administration
1110. ORGANIZATIONAL CHART**

1110. ORGANIZATIONAL CHART



EAST BRUNSWICK SCHOOL DISTRICT

ROSTER OF OFFICIALS

JUNE 30, 2009

Members of the Board of Education

Term Expires

Todd Simmens President.....	2011
Scott Luxenberg, Vice President	2010
Vicki Becker	2012
Holly Howard	2010
Michael Hughes	2010
Susan R. Karp, M.D.	2012
Laurie Lachs.....	2010
Meredith Shaw.....	2012
Katie Spiegler	2011

Other Officials

Jo Ann Magistro, Ed.D., Superintendent
Bernardo J. Giuliana, School Business Administrator/Board Secretary
Evelyn H. Ogden, Ed.D., Deputy Superintendent
Jo-Ellen Basaman, Assistant Superintendent of Student Activities/Services
L. Mason Neely, Treasurer

EAST BRUNSWICK SCHOOL DISTRICT

CONSULTANTS AND ADVISORS

ARCHITECT

Design Ideas Group, LLC
Architecture + Planning
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East Brunswick, New Jersey 08816

Financial Section

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Township of East Brunswick School District
County of Middlesex
East Brunswick, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business – type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Township of East Brunswick School District (the "District"), in the County of Middlesex, New Jersey, as of and for the fiscal year ended June 30, 2009, 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 auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards and requirements require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the District as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2009 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 18 through 25 and 65 through 80 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying introductory section, and other supplementary information, such as, the combining fund and individual fund financial statements, financial schedules, long-term debt schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in the relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion on them.

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



David A. Kaplan
Certified Public Accountant
Licensed Public School Accountant No. 911

DAK CPA

DAK CPA Certified Public Accountants

October 15, 2009
Long Branch, New Jersey

**Required Supplementary Information
Part I**

Management's Discussion and Analysis

EAST BRUNSWICK PUBLIC SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009
UNAUDITED

The discussion and analysis of East Brunswick Public School's (the "District") financial performance provides an overall review of the District's financial performance during the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements and notes, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34, *Basic Financial Statements-Management's Discussion and Analysis for Local Governments*.

Financial Highlights

Key financial highlights for 2008-2009 are as follows:

In total, net assets totaled \$96,113,649, which represents a 2.05% increase from 2008. This is due primarily to the completion of one major construction project which was capitalized.

General revenues accounted for \$145,196,399 in revenue or 96% of all revenue. Program specific revenue in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$6,143,628 or 4% of total revenue of \$151,340,027.

Among major funds, the General Fund had \$135,675,874 in revenue and \$136,876,575 in expenditures. The General Fund's fund balance is \$13,264,390 as of June 30, 2009, a decrease of \$1,640,566 over the June 30, 2008 balance.

Notification was received that the two June 2009 state aid payments to the district in the total amount of \$1,915,135 would be delayed until the next school year. While, the State of New Jersey has taken action to withhold the final June payment each year since 2003, it has expanded the withholding to both June payments in order to avert a budget shortfall at the state level.

Using this Comprehensive Annual Financial Report (CAFR)

The annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand East Brunswick Public School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and Statement of Activities provide information about the activities of the District, presenting both an aggregate view of the District's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other non-major funds presented in total in one column. In the case of East Brunswick Public Schools, the General Fund is by far the most significant since it accounts for most of the district's activities.

Reporting the District as a Whole

Statement of Net Assets and the Statement of Activities

This document contains all funds used by the District to provide programs and activities, viewing the District as a whole and reports the culmination of all financial transactions. The report answers the question, "How we did financially during fiscal year 2009?" The Statement of Net Assets and the Statement of Activities together provide the summary of District reporting, with includes all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenue and expenditures 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 they report on whether the District's financial position has improved or diminished.

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

Governmental Activities — All of the District's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation, extracurricular activities, construction and facilities improvements, and debt repayment.

Business-Type Activities — This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Child Nutrition, Community Programs, and Educational Technology Training Center Enterprise Funds are reported as business activities.

Reporting the District's Most Significant Funds

Fund Financial Statement

The analysis of the District's major funds begins on page 28. Fund financial reports provide detailed information about the District's major funds. The District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

The District's activities are reported in governmental funds, which focus on how money flows into and out of the funds and balances left at year-end available for spending in the future years. These funds are reported using a modified accrual accounting method, 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 District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship 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 accrual basis of accounting, which is also used by business-type activities.

Notes to the Financial Statements

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

The District as a Whole

The Statement of Net Assets provides the financial perspective of the District as a whole.

Table 1 provides a summary of the District's net assets for 2009 and 2008.

Table 1 – Comparative Summary of Net Assets

Assets	<u>2009</u>	<u>2008</u>
Current and Other Assets	\$ 26,355,853	\$ 38,598,253
Capital Assets	<u>188,260,428</u>	<u>180,078,050</u>
Total Assets	<u>\$ 214,616,281</u>	<u>\$ 218,676,303</u>
Liabilities		
Long-Term Liabilities	\$ 103,176,755	\$ 115,830,035
Other Liabilities	<u>15,325,877</u>	<u>8,659,287</u>
Total Liabilities	<u>\$ 118,502,632</u>	<u>\$ 124,489,322</u>
Net Assets		
Invested in Capital Assets, Net of Debt	\$ 86,672,066	\$ 75,194,595
Restricted	7,169,912	16,728,675
Unrestricted	<u>2,271,672</u>	<u>2,263,711</u>
Total Net Assets	<u>\$ 96,113,649</u>	<u>\$ 94,186,981</u>

The District's combined net assets were \$96,113,649 on June 30, 2009. This is an increase of 2.04% from the previous year. This is due primarily to the completion of one major construction project that was capitalized.

Table 2 shows the comparative change in net assets for fiscal years 2009 and 2008.

Table 2 – Comparative Changes in Net Assets

	<u>2009</u>	<u>2008</u>	<u>% Change</u>
Revenues:			
Program Revenue:			
Charges for Services	\$ 3,973,007	\$ 2,947,339	35%
Operating Grants and Contributions	2,170,621	2,607,729	-17%
General Revenue:			
Property Taxes	114,737,382	113,048,545	1%
Grants and Entitlements	30,921,893	34,105,906	-9%
Other	<u>(462,875)</u>	<u>2,031,656</u>	-123%
Total Revenues	<u>151,340,028</u>	<u>154,741,175</u>	<u>-2%</u>
Program Expense:			
Instruction	75,785,883	73,883,469	3%
Support Services:			
Pupils and Instructional Staff	27,280,076	28,454,066	-4%
General Administration, School Administration, Business Operations and Maintenance of Facilities	26,983,841	27,858,564	-3%
Pupil Transportation	9,891,696	10,646,274	-7%
Enterprise Activities	4,508,279	3,818,292	18%
Special and Charter Schools	42,288	281,207	-85%
Debt Service	<u>4,655,574</u>	<u>4,788,458</u>	-3%
Total Expense	<u>149,147,637</u>	<u>149,730,330</u>	<u>0%</u>
Change in Net Assets Before Extraordinary Items	2,192,391	5,010,845	-56%
Extraordinary Items Net :	<u>(743,782)</u>		
Change in Net Assets After Extraordinary Items	1,448,609	5,010,845	-56%
Beginning Net Assets	<u>94,665,040</u>	<u>89,654,195</u>	<u>6%</u>
Ending Net Assets	<u>\$ 96,113,649</u>	<u>\$ 94,665,040</u>	<u>2%</u>

Governmental Activities

Property taxes as approved by the voters of the Township of East Brunswick made up 76% of total revenue for the fiscal year 2009. Federal, state and local grants and tuition and miscellaneous revenue accounted for the remainder.

The total cost of all programs and services was \$149,147,637. Instruction accounted for 51% of total expenditures.

Business-Type Activities

Revenue for the District's business-type activities was comprised of charges for services and federal and state reimbursements.

Child Nutrition revenue, which included a \$293,423 subsidy from the general fund, exceeded expenses by \$36,954. Charges for services which are made up of the amount paid by students and other patrons for daily food service and catering, represent 76% of total revenue.

The Community Programs revenues exceeded expenses by \$257,530.

The ETTC Program expenses exceeded revenues by \$60,503.

Governmental Activities

The Comparative 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.

Table 3 – Comparative Statement of Activities

	Total Cost of Services			Net Cost of Services		
	2008-2009	2007-2008	% Change	2008-2009	2007-2008	% Change
Instruction	\$ 75,828,171	\$ 74,164,676	2.24%	\$ 74,218,382	\$ 72,085,395	2.96%
Support Services:						
Pupils and Instructional Staff	27,280,076	28,454,066	-4.13%	27,245,172	28,401,466	-4.07%
School Administration	6,947,945	6,697,842	3.73%	6,947,945	6,697,842	3.73%
General Administration	5,877,796	5,686,675	3.36%	5,877,796	5,686,675	3.36%
Operation and Maintenance of Facilities	14,158,101	15,474,047	-8.50%	14,158,101	15,474,047	-8.50%
Pupil Transportation	9,891,696	10,646,274	-7.09%	9,828,468	10,567,347	-6.99%
Debt Service	4,655,574	4,788,458	-2.78%	4,655,574	4,788,458	-2.78%
Total Expenses	\$ 144,639,359	\$ 145,912,038	-0.87%	\$ 142,931,438	\$ 143,701,230	-0.54%

Instruction expenses include activities directly associated with the teaching of pupils and the interactions between teacher and student, including extracurricular activities. In the 2008-2009 school year the District offered 22 advanced placement courses at the high-school level and approximately 512 curricular offerings from kindergarten through twelfth grade.

Extracurricular activities include expenses for co-curricular and athletic programs offered by the District. In addition to providing students with opportunities to participate in clubs, activities and athletics, these programs help motivate, improve skills, instill school spirit, and foster leadership among our students. Approximately 57% of the student population participated in extracurricular activities during the 2008-2009 school year.

Pupils and instructional staff include the services provided to special needs students such as occupational therapy, nursing, speech therapy, and evaluation services. Activities involved with assisting staff with the content and process of teaching students, including curriculum and staff development, is also included.

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

Operation and maintenance of facilities activities include costs associated with keeping the school grounds, buildings and equipment in an effective working condition.

Pupil transportation includes costs related to the transportation of students to and from school, to school curricular and athletic activities and field trips as provided by state law.

The School District's Funds

Information about the District's major funds begins on page 28. The modified accrual basis of accounting is used to account for these funds. All governmental funds had total revenue of \$149,532,918 and expenditures of \$161,822,610. The change in fund balance for the year was most significant in the Capital Projects Fund, which reflects a decrease of \$9,215,245 due mainly to expenditures for capital projects.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a comparative summary of the revenue of the governmental funds for the fiscal years ended June 30, 2009 and 2008, as well as the amount and percentage of increase or decrease in relation to prior year revenue.

Comparative Summary of Revenues

Revenue	2008-2009		2007-2008		Increase/ (Decrease) from 2007-2008 to 2008-2009
	Amount	Percent of Total	Amount	Percent of Total	
Local Sources	\$ 116,938,010	78.20%	\$ 115,147,749	76.72%	\$ 1,790,261
State Sources	29,781,346	19.92%	33,513,345	21.07%	(3,731,999)
Federal Sources	2,813,562	1.88%	2,750,769	2.21%	62,793
Total	\$ 149,532,918	100.00%	\$ 145,238,812	100.00%	\$ 4,294,106

Local source revenue increased by \$1,790,261 mainly due to increased tax revenue necessary to operate the district.

The following schedule presents a summary of governmental fund expenditures for the fiscal years ended June 30, 2009 and 2008, along with percentage changes.

Comparative Summary of Expenditures

Expenditures	2008-2009		2007-2008		Increase/ (Decrease) from 2007-2008 to 2008-2009
	Amount	Percent of Total	Amount	Percent of Total	
Current Expense:					
Instruction	\$ 57,810,030	35.72%	\$ 54,907,679	35.76%	\$ 2,902,351
Undistributed Expenditures	79,001,134	48.82%	81,612,293	48.00%	(2,611,159)
Capital Outlay	15,264,412	9.43%	38,726,462	10.02%	(23,462,050)
Special Schools	34,314	0.02%	211,810	0.16%	(177,496)
Debt Service	9,712,720	6.00%	9,368,878	6.06%	343,842
Total	\$ 161,822,610	100.00%	\$ 184,827,122	100.00%	\$ (23,004,512)

The increase in Current – Instruction is attributed to the increased costs of salaries of teachers and other instructional programs, including those funded by grants.

The decrease in Current – Undistributed Expenditures is attributed to the decrease in out of district tuition and unallocated benefits.

The decrease in Capital Outlay is the result of the completion of one major construction projects during the prior year.

General Fund Budgeting Highlights

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

During the course of the fiscal year 2009, the District amended its General Fund budget as needed. The District uses program-based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management. The School Business Administrator, Superintendent of Schools, and Board of Education, must approve transfers from one program to another. Transfers were required due to:

- Staffing changes based on student needs.
- Accounting changes in maintenance and operations, such as transfers to Capital Projects.
- Changes in appropriations to prevent budget overruns, as well as to effect account coding corrections.

While the District’s final budget for the General Fund anticipated that revenue and expenditures would roughly equal, the actual results for the year shows a decrease in surplus of \$1,640,566 related to the Memorial School fire loss. Additional information can be found in Note 21 to the financial statements.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2009, the District had \$224,126,411 invested in land, buildings, furniture and equipment and vehicles. Table 4 shows fiscal 2009 balances compared to 2008.

Table 4 - Capital Assets at June 30

	<u>2009</u>	<u>2008</u>
Non-Depreciable Assets:		
Land/Sites	\$ 1,019,208	\$ 1,019,208
Construction in Progress	5,791,654	64,187,142
Depreciable Assets:		
Buildings and Improvements	204,640,286	135,070,092
Machinery and Equipment	<u>12,675,264</u>	<u>11,582,362</u>
Totals	\$ <u>224,126,411</u>	\$ <u>211,858,804</u>

Overall capital assets increased \$12,267,607 from fiscal year 2008 to fiscal year 2009 due to the expenditures related to the Hammarskjold Middle School project accounted for in construction in progress.

Debt Administration

At the end of fiscal year 2009, the District had \$86,226,000 in outstanding bond issues.

During fiscal year 2009, the District's long-term liabilities decreased by \$4,568,458. The decrease is a result of debt retirements of \$7,384,324 exceeding debt issuance of \$ 2,815,867.

Additional information can be found in Note 6 to the financial statements.

For the Future

The East Brunswick Public School District is in excellent financial position. It has maintained a legally acceptable fund balance position. As a result of its prudent budget management and in spite of the difficult economic climate, the District has ended fiscal year 2009 with sufficient unspent funds to offset the fiscal year 2011 tax levy. This is critical to limiting any growth in future tax levies.

The District completed the Hammarskjold Middle School project in time for the September 2008 school opening. This was the last of three school projects approved in a \$106.1 million referendum to alleviate the overcrowded and aging condition of its facilities. For fiscal year 2010, the NJ Department of Education required budget reductions in numerous areas that resulted in reductions in staff. Thus, the District's major focus will be maintaining programs and services even after having made these significant reductions in instructional and support services. The State's ability to fund its state aid obligation is of concern since, for fiscal year 2010, the State reduced its state aid obligation by applying American Recovery and Reinvestment Act (ARRA) funds to support basic aid. The District's "look ahead" is that the State will mandate additional budget reductions in addition to struggling with filling the funding gap in the absence of ARRA funds for fiscal year 2011.

While East Brunswick residents have been supportive of their schools and appreciate the quality education that is provided to students, the town continues to experience the impact of successfully appealed property assessments by the commercial community. The impact is the reduction in the tax base, which has resulted in an increased tax burden upon the remaining property owners.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the revenue it receives. If you have questions about this report or need additional information, you may contact Bernardo J. Giuliana, School Business Administrator/Board Secretary at East Brunswick Public Schools Board of Education, 760 Route 18, East Brunswick, NJ 08816.

Basic Financial Statements

District-wide Financial Statements

The district-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2009.

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF NET ASSETS
JUNE 30, 2009

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 10,779,743	\$ 782,824	\$ 11,562,567
Receivables, Net	2,672,932	76,360	2,749,292
Inventory		85,242	85,242
Restricted Assets:			
Restricted Cash and Cash Equivalents	8,795,311		8,795,311
Capital Reserve Account	3,163,441		3,163,441
Capital Assets, Non-Depreciable	6,810,862		6,810,862
Capital Assets, Depreciable, Net	<u>181,238,857</u>	<u>210,709</u>	<u>181,449,566</u>
 Total Assets	 <u>\$ 213,461,146</u>	 <u>\$ 1,155,135</u>	 <u>\$ 214,616,281</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 4,065,430	\$ 193,342	\$ 4,258,772
Accrued Salaries and Benefits	968,996	34,155	1,003,151
Accrued Interest Payable	1,062,608		1,062,608
Intergovernmental Payable	14,696		14,696
Deferred Revenue	1,293,198	86,691	1,379,889
Noncurrent Liabilities:			
Due Within One Year	7,606,761		7,606,761
Due Beyond One Year	<u>103,047,671</u>	<u>129,084</u>	<u>103,176,755</u>
 Total Liabilities	 <u>\$ 118,059,360</u>	 <u>\$ 443,272</u>	 <u>\$ 118,502,632</u>
<u>NET ASSETS</u>			
Invested in Capital Assets - Net of Related Debt	\$ 86,461,356	\$ 210,710	\$ 86,672,066
Restricted for:			
Debt Service	157,502		157,502
Capital Projects	172,847		172,847
Other Purposes	6,839,563		6,839,563
Unrestricted	<u>1,770,518</u>	<u>501,154</u>	<u>2,271,672</u>
 Total Net Assets	 <u>\$ 95,401,786</u>	 <u>\$ 711,864</u>	 <u>\$ 96,113,649</u>

See accompanying notes to financial statements.

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009**

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 59,332,206		\$ 146,121	\$ (59,186,085)		\$ (59,186,085)
Special Education	13,065,566		1,463,667	(11,601,899)		(11,601,899)
Other Instruction	3,388,110			(3,388,110)		(3,388,110)
Support Services:						
Tuition	5,811,910	34,904		(5,777,006)		(5,777,006)
Student and Instruction Related Services	21,468,166			(21,468,166)		(21,468,166)
School Administrative Services	6,947,945			(6,947,945)		(6,947,945)
General and Business Administrative Services	5,877,796			(5,877,796)		(5,877,796)
Plant Operations and Maintenance	14,158,101			(14,158,101)		(14,158,101)
Pupil Transportation	9,891,696		63,228	(9,828,468)		(9,828,468)
Special Schools	32,304			(32,304)		(32,304)
Charter Schools	9,984			(9,984)		(9,984)
Interest on Long-Term Debt	4,655,574			(4,655,574)		(4,655,574)
Total Governmental Activities	144,639,359	34,904	1,673,016	(142,931,438)		(142,931,438)
Business-Type Activities:						
Food Service	2,902,032	2,147,958	497,605		(256,469)	(256,469)
ETTC Program	307,824	245,649			(62,175)	(62,175)
Adult and Community Programs	1,298,423	1,544,496			246,073	246,073
Total Business -Type Activities	4,508,279	3,938,102	497,605		(72,571)	(72,571)
Total Primary Government	\$ 149,147,637	\$ 3,973,007	\$ 2,170,621	(142,931,438)	(72,571)	(143,004,010)
General revenues:						
Taxes:						
General Purposes				106,086,288		106,086,288
Debt Service				8,651,094		8,651,094
Federal and State Aid not Restricted				28,415,487		28,415,487
Federal and State Aid Restricted				2,506,405		2,506,405
Investment Earnings				432,502	13,128	445,630
Miscellaneous Income/(Expense)				33,219		33,219
Prior Year Receivables Cancelled				(943,379)		(943,379)
Transfers				(191,768)	193,423	1,655
Total general revenues				144,989,848	206,552	145,196,399
Change in Net Assets before Extraordinary Items				2,058,409	133,981	2,192,391
Extraordinary Items						
Insurance Recoveries - Memorial School				607,195		607,195
Memorial School Fire Loss				(1,350,977)		(1,350,977)
Total Extraordinary Items				(743,782)		(743,782)
Change in Net Assets after Extraordinary Items				1,314,627	133,981	1,448,609
Net Assets - Beginning (As adjusted)				94,087,157	577,883	94,665,040
Net Assets - Ending				\$ 95,401,784	\$ 711,864	\$ 96,113,649

See accompanying notes to financial statements.

Fund Financial Statements

Governmental Funds

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BALANCE SHEET
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2009**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 12,410,163		\$ 1,533,021	\$ 157,502	\$ 14,100,686
Cash held by Escrow Agent		2,712,854	2,761,515		5,474,368
Intergovernmental Accounts Receivable -					
Federal	8,054	470,647			478,701
State	1,528,410	3,026	553,822		2,085,258
Other		29,109			29,109
Interfunds Receivable	49,714		233,467		283,181
Accounts Receivable - Other	79,864				79,864
Restricted Cash and Cash Equivalents	<u>3,163,441</u>				<u>3,163,441</u>
Total Assets	\$ <u>17,239,646</u>	\$ <u>3,215,636</u>	\$ <u>5,081,825</u>	\$ <u>157,502</u>	\$ <u>25,694,608</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts Payable	\$ 3,396,580	\$ 262,744	\$ 406,105		\$ 4,065,430
Accrued Liabilities	334,929	16,298	617,769		968,996
Interfunds Payable	233,467	49,714			283,181
Intergovernmental Accounts Payable:					
State		13,293			13,293
Federal		1,403			1,403
Deferred Revenue	<u>10,280</u>	<u>1,078,409</u>	<u>204,510</u>		<u>1,293,198</u>
Total Liabilities	<u>3,975,256</u>	<u>1,421,862</u>	<u>1,228,384</u>		<u>6,625,501</u>
Fund Balances:					
Reserved for:					
Encumbrances	604,029		3,221,962		3,825,991
Capital Reserve Account	3,163,441				3,163,441
Excess Surplus	2,594,690				2,594,690
Excess Surplus - Designated for Subsequent Year's Expenditures	3,456,043				3,456,043
Unreserved:					
General Fund	2,833,126				2,833,126
Designated for Subsequent Year's Expenditures	613,061	1,793,774	631,478	131,331	3,169,644
Debt Service Fund				<u>26,171</u>	<u>26,171</u>
Total Fund Balances	<u>13,264,390</u>	<u>1,793,774</u>	<u>3,853,441</u>	<u>157,502</u>	<u>19,089,107</u>
Total Liabilities and Fund Balance	\$ <u>17,239,646</u>	\$ <u>3,215,636</u>	\$ <u>5,081,825</u>	\$ <u>157,502</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$224,126,411 and the accumulated depreciation is \$36,076,692 (See Note 5).

188,049,719

Long-term liabilities, including bonds payable, capital leases, and compensated absences and are not due and payable in the current period and therefore are not reported as liabilities in the funds (See Note 6).

(110,654,432)

Accrued interest payable on long-term debt is not recorded in the funds.

(1,062,608)

Net assets of governmental activities

\$ 95,401,786

See accompanying notes to financial statements

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Revenues					
Local sources:					
Local tax levy	\$ 106,086,288			\$ 8,651,094	\$ 114,737,382
Tuition	34,904				34,904
Miscellaneous	928,845	\$ (464,122)	1,700,000		2,165,724
Total - Local Sources	107,051,038	(464,122)	1,700,000	8,651,094	116,938,010
State Sources	28,592,427	694,851		494,089	29,781,346
Federal Sources	32,409	2,781,153			2,813,562
Total Revenues	135,675,874	3,011,882	1,700,000	9,145,163	149,532,918
Expenditures					
Current:					
Regular Instruction	42,301,085	3,116,692			45,417,776
Special Education Instruction	9,840,464				9,840,464
Other Instruction	2,551,790				2,551,790
Support Services and Undistributed Costs:					
Tuition	4,377,299				4,377,299
Student and Instruction Related Services	14,875,352	1,293,615			16,168,967
School Administrative Services	5,232,915				5,232,915
Other Administrative Services	4,588,725				4,588,725
Plant Operations and Maintenance	10,492,528				10,492,528
Pupil Transportation	7,838,887				7,838,887
Unallocated Benefits	30,301,813				30,301,813
Special Schools	24,330				24,330
Transfer to Charter Schools	9,984				9,984
Debt Service:					
Principal				5,171,169	5,171,169
Interest				4,541,551	4,541,551
Capital Outlay	4,441,404	1,198,849	8,624,159		15,264,412
Total Expenditures	136,878,575	5,609,156	9,624,159	9,712,720	161,822,610
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,200,702)	(2,597,274)	(7,924,159)	(567,557)	(12,289,692)
Other Financing Sources/(Uses):					
Lease Purchase Agreement		2,690,000			2,690,000
Prior Year's Receivables Cancelled			(943,379)		(943,379)
Transfers In	597,341	(147,980)	149,636		598,997
Transfers Out	(293,423)		(497,342)		(790,766)
Total Other Financing Sources (Uses)	303,917	2,542,020	(1,291,085)		1,554,852
Net Change in Fund Balances before extraordinary items	(896,784)	(55,254)	(9,215,245)	(567,557)	(10,734,839)
Extraordinary Items:					
Insurance Recoveries - Memorial School	607,195				607,195
Memorial School Fire Loss	(1,350,977)				(1,350,977)
Total Extraordinary Items	(743,782)				(743,782)
Net Change in Fund Balances	(1,640,566)	(55,254)	(9,215,245)	(567,557)	(11,478,621)
Fund Balance July 1,	14,904,957	1,849,028	13,068,684	725,059	30,547,728
Fund Balance June 30	\$ 13,264,390	\$ 1,793,774	\$ 3,853,441	\$ 157,502	\$ 19,069,107

See accompanying notes to financial statements.

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009

Total Net Change in Fund Balances - Governmental Funds(From B-2)	\$	(11,478,621)
<p>Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are different because:</p> <p>Capital outlays are reported in governmental funds as expenditures However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.</p>		
Depreciation Expense	\$	(4,131,819)
Capital Outlays are reported in the governmental funds as expenditures.		<u>12,267,607</u>
		8,135,788
Repayment of Debt Principal is an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		7,384,324
Increase in Compensated Absences		(119,946)
Decrease in Accrued Interest on Debt Payable		83,082
Lease Purchase Proceeds are not reported in the Statement of Activities		<u>(2,690,000)</u>
Change in Net Assets of Governmental Activities	\$	<u><u>1,314,627</u></u>

See accompanying notes to financial statements.

Enterprise Fund

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2009**

	Business-Type Activities Enterprise Funds			
	Major Programs			Totals
	Food Service	ETTC Program	Adult & Community Programs	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 124,530	\$ 40,754	\$ 617,540	\$ 782,824
Accounts Receivable:				
State Sources	2,263			2,263
Federal Sources	28,100			28,100
Other Sources	6,939	20,985	18,073	45,997
Inventories	85,242			85,242
Total Current Assets	<u>247,074</u>	<u>61,739</u>	<u>635,613</u>	<u>944,426</u>
Noncurrent Assets:				
Furniture, Machinery and Equipment	566,102	8,868	13,841	588,811
Building Improvements		57,586		57,586
	566,102	66,454	13,841	646,397
Less: Accumulated Depreciation	<u>405,108</u>	<u>29,952</u>	<u>628</u>	<u>435,688</u>
Total Noncurrent Assets	<u>160,994</u>	<u>36,502</u>	<u>13,213</u>	<u>210,709</u>
Total Assets	<u>\$ 408,068</u>	<u>\$ 98,241</u>	<u>\$ 648,827</u>	<u>\$ 1,155,136</u>
LIABILITIES				
Current Liabilities:				
Deferred Revenue	\$ 164,138		\$ 86,691	\$ 86,691
Accounts Payable	12,186	\$ 6,908	22,296	193,342
Accrued Salaries		500	21,469	34,155
Total Current Liabilities	<u>176,324</u>	<u>7,408</u>	<u>130,456</u>	<u>314,188</u>
Noncurrent Liabilities:				
Compensated Absences	70,750	45,487	12,847	129,085
Total Noncurrent Liabilities	<u>70,750</u>	<u>45,487</u>	<u>12,847</u>	<u>129,085</u>
Total Liabilities	<u>\$ 247,074</u>	<u>\$ 52,895</u>	<u>\$ 143,303</u>	<u>\$ 443,272</u>
NET ASSETS				
Invested in Capital Assets Net of Related Debt	\$ 160,994	\$ 36,502	\$ 13,213	\$ 210,710
Unrestricted		8,844	492,310	501,154
Total Net Assets	<u>\$ 160,994</u>	<u>\$ 45,346</u>	<u>\$ 505,524</u>	<u>\$ 711,864</u>

See accompanying notes to financial statements.

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	Business-Type Activities Enterprise Funds			Total Enterprise
	Major Programs			
	Food Service	ETTC Program	Adult & Community Programs	
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs	\$ 1,279,994			\$ 1,279,994
Daily Sales - Nonreimbursable Programs	747,278			747,278
Registration Fees		\$ 245,399	\$ 1,544,496	1,789,895
Miscellaneous	120,685	250		120,935
Total Operating Revenues	2,147,958	245,649	1,544,496	3,938,102
Operating Expenses:				
Cost of sales	1,147,566			1,147,566
Salaries	1,081,356	215,537	927,245	2,204,138
Employee benefits	466,516	51,472	140,589	658,577
Purchased professional and technical services	1,807	29,130	17,800	48,737
Other purchased services	70,305	4,929	166,270	241,504
Registrations/Training/ Travel	2,251	1,266	1,288	4,805
General supplies	138,950	1,163	43,852	183,965
Miscellaneous expenses	40	750	750	1,540
Depreciation	13,241	3,577	628	17,446
Total Operating Expenses	2,902,032	307,824	1,298,423	4,508,279
Operating Income (Loss)	(754,074)	(62,175)	246,073	(570,176)
Nonoperating Revenues:				
State Sources:				
State school lunch program	27,704			27,704
Federal Sources:				
National school lunch program	346,150			346,150
Food distribution program	123,752			123,752
Interest revenue		1,672	11,457	13,128
Total Nonoperating Revenues	497,605	1,672	11,457	510,734
Income (Loss) before Contributions and Transfers	(256,469)	(60,503)	257,530	(59,443)
Transfers in/(out)	293,423		(100,000)	193,423
Change in Net Assets	36,954	(60,503)	157,530	133,981
Total Net Assets - Beginning	124,040	105,849	347,994	577,883
Total Net Assets - Ending	\$ 160,994	\$ 45,346	\$ 505,524	\$ 711,864

See accompanying notes to financial statements.

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009**

	Business-Type Activities Enterprise Funds			
	Major Programs			Total Enterprise
	Food Service	ETTC Program	Adult & Community Program	
<u>Cash Flows from Operating Activities</u>				
Receipts from Customers	\$ 2,151,139	\$ 232,060	\$ 1,516,270	\$ 3,899,468
Payments to Employees	(1,058,837)	(215,037)	(907,595)	(2,181,469)
Payments to Suppliers	(1,741,462)	(76,138)	(376,127)	(2,193,728)
Net Cash Provided by/(Used for) Operating Activities	(649,161)	(59,115)	232,547	(475,729)
<u>Cash Flows from Noncapital Financing Activities</u>				
State Sources	27,467			27,467
Federal Sources	464,883			464,883
Operating Transfers from/(to) Other Funds	293,423		(100,000)	193,423
Net Cash Provided by/(Used for) Noncapital Financing Activities	785,774		(100,000)	685,773
<u>Cash Flows from Investing Activities</u>				
Asset acquisitions	(50,195)		(13,841)	(64,036)
Interest		1,672	11,457	13,129
Net Increase/(Decrease) in Cash and Cash Equivalents	86,418	(57,443)	130,163	159,136
Balances - Beginning of Year	38,112	98,199	487,377	623,688
Balances - End of Year	\$ 124,530	\$ 40,756	\$ 617,540	\$ 782,824
<u>Reconciliation of Operating Income/ (Loss) to Net Cash Provided (Used) by Operating Activities</u>				
Operating Gain/(Loss)	\$ (754,074)	\$ (62,175)	\$ 246,073	\$ (570,176)
Adjustments to Reconcile Operating Loss to Cash Provided/(Used) by Operating Activities:				
Depreciation	13,241	3,577	628	17,446
Change in Assets and Liabilities:				
(Increase)/Decrease in accounts receivable	3,181	(13,590)	(13,393)	(23,802)
Increase/(Decrease) in accrued salaries	2,519	500	19,650	22,669
(Decrease)/Increase in compensated absences payable	1,751	11,984	(7,812)	5,924
Increase/(Decrease) in deferred revenue			(14,832)	(14,832)
(Increase)/Decrease in Inventory	(19,627)			(19,627)
Increase/(Decrease) in accounts payable	103,849	588	2,233	106,670
Total Adjustments	104,914	3,059	(13,526)	94,447
Net Cash Provided (Used) by Operating Activities	\$ (649,161)	\$ (59,116)	\$ 232,547	\$ (475,729)

See accompanying notes to financial statements.

Fiduciary Funds

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2009**

	<u>Unemployment Compensation Trust</u>	<u>Agency Fund</u>	<u>Deferred Benefit Trust</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 167,202	\$ 1,083,048	\$ 182,803
Accounts Receivable - Other	<u> </u>	<u>1,225</u>	<u> </u>
Total Assets	<u>\$ 167,202</u>	<u>\$ 1,084,273</u>	<u>\$ 182,803</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 24,491	\$ 41,635	\$
Payable to Student Groups	<u> </u>	<u>447,217</u>	<u> </u>
Payroll Deductions and Withholdings	<u> </u>	<u>595,422</u>	<u> </u>
Total Liabilities	<u>\$ 24,491</u>	<u>\$ 1,084,273</u>	<u>\$</u>
<u>NET ASSETS</u>			
Held in Trust for Unemployment Claims and Other Purposes	\$ 142,711	\$	\$
Reserved for Deferred Benefits	<u> </u>	<u> </u>	<u>182,803</u>
Total Net Assets	<u>\$ 142,711</u>	<u>\$</u>	<u>\$ 182,803</u>

See accompanying notes to financial statements.

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Unemployment Compensation Trust</u>	<u>Deferred Benefit Trust</u>
<u>Additions</u>		
Contributions:		
Plan Members	\$ 117,969	\$
Board Contribution	10,000	
Other	12,909	
	<u>140,878</u>	
Total Contributions		
Investment Earnings:		
Interest	2,910	2,986
	<u>143,787</u>	<u>2,986</u>
Total Additions		
<u>Deductions</u>		
Unemployment Claims and Assessment	179,612	
	<u>179,612</u>	
Total Deductions		
Change in Net Assets	(35,825)	2,986
Total Net Assets - Beginning	<u>178,536</u>	<u>179,818</u>
Total Net Assets - Ending	<u>\$ 142,711</u>	<u>\$ 182,803</u>

See accompanying notes to financial statements.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2009

1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The East Brunswick School District (the "District") is a Type II district located in the County of Middlesex, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. The purpose of the District is to educate students in grades K-12. The District had an average daily enrollment for the 2008-09 fiscal year of 8,810 students.

A reporting entity is comprised of the primary government, component units and other organizations that are included to insure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service and student related activities of the District.

The District has no component units required to be included within the reporting entity, as set forth in GASB Section 2100.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (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 District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The most significant of the District's accounting policies are described below.

A. Basis of Presentation

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

1. Government-Wide Financial 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 primary government, except for fiduciary funds.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Basis of Presentation (Continued)

1. Government-Wide Financial Statements (Continued)

The statement of net assets presents the financial condition of the governmental activities of the District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

2. Fund Financial Statements

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance.

Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column.

B. Fund Accounting

The District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts.

1. Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Fund Accounting (Continued)

1. Governmental Funds (Continued)

General Fund (Continued)

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

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

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

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

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs. This fund is not applicable in this fiscal year.

Permanent Fund – The Permanent Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. This fund is not applicable in this fiscal year.

2. Proprietary Fund Type

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Fund Accounting (Continued)

2. Proprietary Fund Type (Continued)

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

The District's Enterprise Fund is comprised of three programs, the Food Service Fund, the Educational Technology Training Center ("ETTC") Program, and the Adult and Community Program. All are considered major enterprise fund programs.

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

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives of the equipment used in the operations of the Enterprise Funds are approximately 10 years.

3. Fiduciary Funds

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

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

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus

1. Government-Wide Financial Statements

The Government-Wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the District are included on the Statement on Net Assets.

2. Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and net assets components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Fiduciary funds are reported using the economic resources measurement focus.

D. Basis of Accounting

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both 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. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting (Continued)

Ad Valorem (Property) Taxes are susceptible to accrual and 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 moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

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

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and nonexpendable trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

E. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year subject to the limitations of N.J.A.C. 6A:23A-2.3 (et. seq.). The Board of Education made no supplemental budgetary appropriations during the fiscal year.

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

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgets/Budgetary Control (Continued)

The following presents a reconciliation of the general fund revenue and special revenue fund revenue from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types.

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources:		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules.	\$ 136,660,684	\$ 3,787,296
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized:		
June 30, 2008		100,729
June 30, 2009		(876,143)
The last State aid payment is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33):		
June 30, 2008	930,325	
June 30, 2009	<u>(1,915,135)</u>	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 135,675,874</u>	<u>\$ 3,011,882</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule.	\$ 136,876,575	\$ 6,384,570
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 supplies are received for financial reporting purposes:		
June 30, 2008		100,729
June 30, 2009		<u>(876,143)</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 136,876,575</u>	<u>\$ 5,609,156</u>

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Encumbrances

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

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

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

G. Assets, Liabilities and Equity

1. Cash, Cash Equivalents and Investments

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

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

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

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (continued)

2. Inventories and Prepaid Expenses

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

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2009.

3. Tuition Receivable

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

4. Tuition Payable

Tuition charges for the fiscal years 2007-08 and 2008-09 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

5. Short-Term Interfund Receivables/Payables

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

6. Capital Assets

Capital assets, which include property, plant, equipment and construction in progress, result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$2,000.00. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

Buildings and Improvements	20 - 50 years
Furniture and Equipment	7 - 20 years
Vehicles	8 years

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (continued)

7. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The liability for vested compensated absences of the District is recorded in the government-wide financial statements, under the "vesting method".

For governmental fund financial statements, the current portion of unpaid compensated absences is in the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

8. Accrued Liabilities and Long-Term Obligations

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

In general, 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 governmental funds. However, the noncurrent portion of capital leases, compensated absences and loans payable that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable, available financial resources.

9. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any long-term debt used for the acquisition, construction or improvement of those assets. Net assets are reported, in the Government-Wide financial statements, as restricted when there are limitations imposed on their use either through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

See Note 5 for additional information relating to capital assets.

10. Deferred Revenue

Deferred revenue in the special revenue fund represents cash that has been received but not yet earned.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (continued)

11. Fund Equity

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

12. Non-Monetary Transactions

Commodities received under the Federal Food Distribution Program are received by the District and are recorded as nonoperating revenue when received in the food service enterprise fund at market value. The use of the commodities is included in cost of sales.

13. Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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.

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

Investments are stated at fair value. The District classifies certificates of deposit that have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments, and are stated at cost.

Deposits

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund and the New Jersey Arbitrage Rebate Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Deposits (Continued)

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

As of June 30, 2009, cash and cash equivalents (Deposits) of the District consisted of the following:

	<u>Cash and Cash Equivalents</u>
Checking Accounts and Money Market Accounts:	
Governmental Funds (Includes held by escrow agent)	\$ 22,738,495
Proprietary Funds	782,824
Fiduciary Funds	<u>1,433,053</u>
	<u>\$ 24,954,372</u>

Investments

New Jersey statutes permit the District to purchase the following types of securities:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the school district or local unit of which the school district is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.
- MBIA CLASS.
- New Jersey Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investments (Continued)

There were no investments as defined above on hand at June 30, 2009.

Concentration of Credit Risk:

Obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government are not considered to have concentration of credit risk. The District places no limit on the amount the District may invest in any one issuer.

4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Board by inclusion of \$410,363 in the 96-97 capital outlay budget for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6A:26-9.1(d)1*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the period July 1, 2008 to June 30, 2009 fiscal year is as follows:

Beginning balance, July 1, 2008	\$	3,604,457
Increase:		
Interest earnings		42,444
Completed capital projects		128,340
Board approved transfer resolution of June 18, 2009		1,219,000
		4,994,241
Decrease:		
Board approved withdrawal - July 10, 2008		1,700,000
Board approved withdrawal - October 16, 2008 (net)		130,800
		3,163,441
Ending balance, June 30, 2009	\$	3,163,441

The June 30, 2009 LRFP balance of local support costs of uncompleted capital projects at June 30, 2009 exceeded the June 30, 2009 capital reserve balance.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

5. CAPITAL ASSETS

The District capitalizes all assets with an acquisition cost greater than \$2,000. The following schedule is a summarization of the changes in capital assets by source for the fiscal year ended June 30, 2009:

Governmental Activities

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009
<u>Non-Depreciable Assets:</u>				
Sites	\$ 1,019,208	\$ -	\$ -	\$ 1,019,208
Construction in Progress	64,187,142	11,174,705	69,570,194	5,791,654
<u>Depreciable Assets:</u>				
Buildings and Improvements	135,070,092	69,570,194		204,640,286
Machinery and Equipment	11,582,362	1,092,902		12,675,264
Totals at Historical Cost	211,858,804	81,837,801	69,570,194	224,126,411
Less: Accumulated Depreciation	31,944,873	4,131,819		36,076,692
Governmental Activities, Capital Assets - Net	<u>\$ 179,913,931</u>	<u>\$ 77,705,982</u>	<u>\$ 69,570,194</u>	<u>\$ 188,049,719</u>

Proprietary Activities

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009
<u>Depreciable Assets:</u>				
Machinery and Equipment	\$ 524,775	\$ 64,036		\$ 588,811
Building Improvements	57,586			57,586
Totals at Historical Cost	582,361	64,036		646,397
Less: Accumulated Depreciation				
Proprietary Activities	418,242	17,446		435,688
Proprietary Activities, Capital Assets - Net	<u>\$ 164,119</u>	<u>\$ 46,590</u>	<u>\$ -</u>	<u>\$ 210,709</u>

Total depreciation expense for the fiscal year ended June 30, 2009 for governmental activities was \$ 4,131,819 and for business-type activities was \$ 17,446. Depreciation for governmental activities was charged as follows in the Statement of Activities: Instruction \$2,224,224 Support Services \$1,906,647 and Special Schools \$948.

Due to fire damage, the Memorial School was idle at year end. The carrying amount of that asset was \$1,130,231.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2009, the following changes occurred in long-term liabilities:

	As Adjusted Balance June 30, 2008	Issued	Retired	Balance June 30, 2009	Current Portion	Long-Term Portion
Compensated Absences Payable	\$ 3,594,919	\$ 125,867	\$	\$ 3,720,786	\$ 7,849	\$ 3,712,937
Serial Bonds Payable	88,766,000		2,540,000	86,226,000	2,540,000	83,686,000
Capital Leases Payable	6,818,351	2,690,000	2,213,157	7,295,194	2,427,743	4,867,451
Lease Purchase Obligations Payable	<u>16,172,704</u>		<u>2,631,167</u>	<u>13,541,538</u>	<u>2,631,169</u>	<u>10,910,367</u>
	<u>\$ 115,351,974</u>	<u>\$ 2,815,867</u>	<u>\$ 7,384,324</u>	<u>\$ 110,783,516</u>	<u>\$ 7,606,761</u>	<u>\$ 103,176,755</u>
Detail:						
Governmental Activities				\$ 110,654,432	\$ 7,606,761	\$ 103,047,671
Business - Type Activities				<u>129,084</u>		<u>129,084</u>
				<u>\$ 110,783,516</u>	<u>\$ 7,606,761</u>	<u>\$ 103,176,755</u>

A. Bonds Payable

Bonds are authorized in accordance with State law or 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 District are general obligation bonds.

2001 Issue

On May 16, 2001 the District issued \$16,100,000 School Bonds. The outstanding Bonds mature annually from 2010 to 2011 in annual maturities of \$720,000 and bear interest at 4.75%. The Bonds maturing from May 1, 2012 through May 1, 2022 were advance refunded.

The advance refunding closed on March 15, 2007. Refunding bond proceeds were placed in an irrevocable escrow fund held by the District's trustee, and along with interest earnings on these proceeds will be sufficient to pay the interest until the call date, and the \$10,545,000 principal amount of the bonds on the call date, May 1, 2011. The advance refunding was accomplished to achieve net present value interest savings.

2005 Issue

On March 8, 2005 the District issued \$81,386,000 School Bonds. The Bonds mature annually from 2009 to 2034 in amounts ranging from \$1,810,000 to \$3,620,000. The Bonds bear interest rates ranging from 4.25% to 4.625%.

The proceeds of the Bonds were utilized to finance renovations and improvements to the Hammarckjold Middle School, Central Elementary School and Lawrence Brook Elementary School.

The Bonds maturing prior to November 1, 2016 are not subject to redemption prior to their stated maturities. The Bonds maturing on or after November 1, 2016 are redeemable at the option of the Board in whole or in part, on any date on or after November 1, 2015 at par, plus unpaid accrued interest to the date fixed for redemption.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES (CONTINUED)

A. Bonds Payable (Continued)

2007 Issue

On March 15, 2007 the District issued \$10,825,000 Refunding School Bonds. The Bonds mature annually from 2010 to 2022 in amounts ranging from \$10,000 to \$1,085,000. The Bonds bear interest rates ranging from 4.00% to 5.00%. The bonds were issued to advance refund \$10,545,000 of the District's outstanding 2001 bonds.

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

Year Ending June 30,	Principal			Interest		
	2001 Series	2005 series	2007 Series	2001 Series	2005 series	2007 Series
2010	\$ 720,000	\$ 1,810,000	\$ 10,000	\$ 68,400	\$ 3,219,046	\$ 472,550
2011	720,000	2,175,000	15,000	34,200	3,134,365	472,150
2012		2,175,000	735,000		3,041,928	471,550
2013		2,175,000	905,000		2,949,490	442,150
2014		2,175,000	900,000		2,857,053	405,950
2015		2,175,000	900,000		2,764,615	360,950
2016		2,540,000	905,000		2,664,421	315,950
2017		2,540,000	905,000		2,556,471	270,700
2018		2,540,000	1,085,000		2,448,521	225,500
2019		2,540,000	1,085,000		2,340,571	171,200
2020		2,540,000	1,075,000		2,232,621	127,800
2021		2,900,000	1,065,000		2,117,021	84,800
2022		2,900,000	1,055,000		1,993,771	42,200
2023		2,900,000			1,870,521	
2024		2,900,000			1,747,271	
2025		2,900,000			1,620,398	
2026		3,260,000			1,481,796	
2027		3,260,000			1,335,096	
2028		3,260,000			1,188,396	
2029		3,260,000			1,041,696	
2030		3,260,000			894,996	
2031		3,620,000			740,196	
2032		3,620,000			577,296	
2033		3,620,000			412,134	
2034		3,620,000			244,708	
2035		3,481,000			80,498	
	<u>\$ 1,440,000</u>	<u>\$ 74,148,000</u>	<u>\$ 10,640,000</u>	<u>\$ 102,600</u>	<u>\$ 47,554,898</u>	<u>\$ 3,863,450</u>

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES (CONTINUED)

A. Bonds Payable (Continued)

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

<u>Year Ending June 30,</u>	<u>Grand Totals All Issues</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 2,540,000	\$ 3,759,996	\$ 6,299,996
2011	2,910,000	3,640,715	6,550,715
2012	2,910,000	3,513,478	6,423,478
2013	3,080,000	3,391,640	6,471,640
2014	3,075,000	3,263,002	6,338,002
2015	3,075,000	3,125,565	6,200,565
2016	3,445,000	2,980,371	6,425,371
2017	3,445,000	2,827,171	6,272,171
2018	3,625,000	2,674,021	6,299,021
2019	3,625,000	2,511,771	6,136,771
2020	3,615,000	2,360,421	5,975,421
2021	3,965,000	2,201,821	6,166,821
2022	3,955,000	2,035,971	5,990,971
2023	2,900,000	1,870,521	4,770,521
2024	2,900,000	1,747,271	4,647,271
2025	2,900,000	1,620,396	4,520,396
2026	3,260,000	1,481,796	4,741,796
2027	3,260,000	1,335,096	4,595,096
2028	3,260,000	1,188,396	4,448,396
2029	3,260,000	1,041,696	4,301,696
2030	3,260,000	894,996	4,154,996
2031	3,620,000	740,196	4,360,196
2032	3,620,000	577,296	4,197,296
2033	3,620,000	412,134	4,032,134
2034	3,620,000	244,709	3,864,709
2035	3,481,000	80,498	3,561,498
	<u>\$ 86,226,000</u>	<u>\$ 51,520,944</u>	<u>\$ 137,746,944</u>

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES (CONTINUED)

B. Lease Purchase Obligations Payable

1996 Agreement

In June 1996, the Board of Education (the Lessee) entered into a lease purchase agreement with the Township of East Brunswick (the Lessor) to finance the construction of additions and renovations of the existing East Brunswick School District buildings. The approval was obtained from the Commissioner of Education of the State of New Jersey and the New Jersey Local Finance Board in the Department of Community Affairs on May 6, 1996. The building is located on land owned by the Board of Education that has been leased to the Township of East Brunswick, pursuant to a ground lease agreement dated June 1, 1996. Certificates of Participation (the "Certificates") in the par amount of \$9,000,000 were issued and the net proceeds of \$8,841,945 were budgeted as follows:

Project Construction Fund	\$ 8,841,945
---------------------------	--------------

Proceeds from the sales of the Certificates were used to finance additions, renovations and/or facility improvements at Bowne Munro, Central, Chittick, Frost, Irwin, Lawrence Brook, Memorial, Warnsdorfer, Churchill and Hammarskjold Schools, including site work and acquisition and installation of furnishings and equipment, in order to alleviate overcrowding, and to accommodate technology.

Under the lease, the Board is required to pay Basic Rent due on each October 1, which commenced October 1, 1997. Basic Rent is composed of an interest component and a principal component. The Certificates carry an interest rate of 4.359421360%; and the Certificates mature on October 1, 2016.

Future Minimum Lease Payments - Future minimum lease payments for the next five years and in five year increments thereafter under the lease purchase agreement along with the present value of the minimum lease payments as of June 30, 2009 are:

<u>Year Ending June 30,</u>	<u>Amount</u>
2010	\$ 693,000
2011	693,000
2012	693,000
2013	693,000
2014	693,000
2015-2017	2,079,000
Total Minimum Lease Payments	\$ 5,544,000
Less: Amount representing interest	(946,683)
Present Value of Net Minimum Lease Payments	\$ 4,597,317

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES (CONTINUED)

B. Lease Purchase Obligations Payable (Continued)

1996 Agreement (Continued)

Optional Prepayment - The Certificates are subject to prepayment on any date, at the option of the Board, as a whole at any time by paying the Optional Prepayment Price together with all other sums due and unpaid under this lease with the consent of the Township. The Board must give the Township notice in writing of its intention to prepay not less than fifteen (15) days prior to the date in which the option is to be exercised.

Mandatory Prepayment - The Certificates are subject to mandatory prepayment at a redemption price equal to their principal amount plus accrued interest to the redemption date in whole or from time to time in part (in inverse order of maturities and within a maturity by lot), on any interest payment date, from the net proceeds of insurance or condemnation proceedings, together with any available revenues permitted to be applied to the purpose, if the Board determines not to repair, restore or reconstruct the Project or the affected portion thereof.

1999 Agreement

In March 1999, the Board of Education (the Lessee) entered into a lease purchase agreement with the Township of East Brunswick (the Lessor) to finance additions and renovations to the East Brunswick High School, including site work and acquisition and installation of furnishings and equipment. Approval was obtained from the Commissioner of Education and the State of New Jersey Local Finance Board. The building is located on land owned by the Board of Education that has been leased to the Township of East Brunswick, pursuant to a ground lease agreement dated March 1, 1999.

Under the lease, the Board is required to pay basic rent due on each October 1, which commenced on October 1, 1999 and will conclude on October 1, 2019. The lease carries an interest rate of 4.235091%. The total principal amount of the lease was \$14,320,000.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES (CONTINUED)

B. Lease Purchase Obligations Payable (Continued)

1999 Agreement (Continued)

Future Minimum Lease Payments - Future minimum lease payments for the next five years and in five year increments thereafter under the lease purchase agreement along with the present value of the minimum lease payments as of June 30, 2009 are:

<u>Year Ending June 30,</u>	<u>Amount</u>
2010	\$ 1,050,000
2011	1,050,000
2012	1,050,000
2013	1,050,000
2014	1,050,000
2015-2019	<u>5,489,519</u>
Total Minimum Lease Payments	\$ 10,739,519
Less: Amount representing interest	<u>(2,170,111)</u>
Present Value of Net Minimum Lease Payments	<u>\$ 8,569,408</u>

Optional Prepayment - The Lease is prepayable in whole or in part by the Board at any time upon notice in writing to the Township not less than fifteen (15) days prior to the date on which the option is to be exercised with the consent of the Township. On any partial prepayment, the remaining rent shall be computed by a qualified firm as selected by the Board and acceptable to the Township.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

6. LONG-TERM LIABILITIES (CONTINUED)

B. Lease Purchase Obligations Payable (Continued)

2005 Agreement

On January 25, 2005, the Board of Education (the Lessee) entered into a Lease Purchase Agreement with the Township of East Brunswick (the Lessor) to provide supplemental financing for certain improvements and renovations at the High School. Approval was obtained from the Commissioner of Education. The building is located on and owned by the Board of Education that has been leased to the Township of East Brunswick, pursuant to a Ground Lease Agreement dated March 1, 1999.

Under the lease, the Board is required to pay basic rent due each January 15, which commenced in 2006 and ends in 2010. The total principal amount of the lease was \$6,458,018. The lease carries a variable interest rate, tied to the Township's cost of borrowing.

Future Minimum Lease Payment – Future minimum lease payments under the lease purchase agreement along with the present value of the minimum lease payments as of June 30, 2009 are:

<u>Year Ending June 30,</u>	<u>Amount</u>
2010	\$ 374,811
Total Minimum Lease Payments	<u>\$ 374,811</u>

Optional Prepayment - The Lease is prepayable in whole or in part by the Board at any time upon notice in writing to the Township not less than fifteen (15) days prior to the date on which the option is to be exercised with the consent of the Township. On any partial prepayment, the remaining rent shall be computed by a qualified firm as selected by the Board and acceptable to the Township.

C. Capital Lease Obligations – Governmental Fund

The District entered into a Capital Lease Obligation during 2006-07 to lease equipment for use throughout the District. Interest is at 3.96%. Principal payments are due in five (5) annual installments consisting of \$ 673,367 which was repaid on September 8, 2006, and four (4) payments of \$674,367, due on July 8, commencing in 2007 and concluding in 2010.

The District entered into two Capital Lease Obligations during 2007-2008. The athletic fields/buses lease of \$2,850,000 is due in five annual installments, due on May 11, commencing in 2009 and concluding in 2013. Interest is at 2.56%. The technology equipment lease of \$2,100,000 is due in three annual installments, due on May 11, commencing in 2009 and concluding in 2011. Interest is at 2.38%.

The District entered into two Capital Lease Obligations during 2008-2009. The various equipment lease of \$2,690,000 is due in five annual installments, due on August 1, commencing in 2009 and concluding in 2013. Interest is at 3.22%. The school buses lease of \$325,000 is due in five annual installments, due on August 1, commencing in 2010 and concluding in 2014.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

7. PENSION PLANS

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

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established in January, 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage including post retirement health care to substantially all full time public school employees in the State. 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 in January, 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post retirement health care to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be $1/55^{\text{th}}$ of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

7. PENSION PLANS (CONTINUED)

Significant Legislation - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by 1/2 of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements - The contribution policy is set by New Jersey Statutes, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute, the District is a non-contributing employer of the TPAF.

The Board's actuarially determined contribution to PERS for the years ended June 30, 2009, 2008 and 2007 were \$1,034,653, \$788,061, and \$419,853, respectively, for each of the three years equal to the required contributions for each year.

During the fiscal year ended June 30, 2009, the State of New Jersey contributed \$-0- to the TPAF for normal benefits and \$3,752,819 for post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$4,504,918 during the year ended June 30, 2009 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

8. POST-RETIREMENT BENEFITS

P.L. 1987, c. 384 and P.L. 1990, c.6 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. 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, 2008, there were 80,181 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State made Post-Retirement (PRM) contributions \$592.7 million for TPAF and \$224.3 million for PERS in Fiscal Year 2008.

The State is also responsible for the cost attributable to P.L. 1992 c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$116 million toward Chapter 126 benefits for 12,545 eligible retired members in Fiscal Year 2008.

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 rights to the benefits.

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

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

9. COMPENSATED ABSENCES (CONTINUED)

In the Government-Wide *Statement of Net Assets*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2009, a liability existed for compensated absences in the proprietary fund types of \$129,085.

10. DEFERRED COMPENSATION

The District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Sections 401(a) 403(b) and 457(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:

- A.I.G.
- Met Life Investment
- Citistreet
- Franklin Templeton Group
- American Fund (Capital Guardian)
- Equitable
- ING

11. RISK MANAGEMENT

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

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

New Jersey Unemployment 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 trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Board Contributions</u>	<u>Other Contributions</u>	<u>Interest</u>	<u>Employee Contributions</u>	<u>Deductions</u>	<u>Ending Balance</u>
2008-2009	\$ 10,000	\$ 12,909	\$ 2,910	\$ 117,969	\$ 179,612	142,711
2007-2008	10,000	10,763	4,188	111,682	47,587	178,535
2006-2007	35,000	3,481	3,491	103,513	142,660	89,489

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

12. INTERFUND RECEIVABLES AND PAYABLES

The total interfund accounts receivable and payable for the District at June 30, 2009 is as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 49,714	\$ 233,467
Capital Projects Fund	233,467	-
Special Revenue Fund	-	49,714
	<u>\$ 283,181</u>	<u>\$ 283,181</u>

The Capital Projects fund has an interfund receivable from the General Fund for expenditure reimbursement. These interfunds have been liquidated subsequent to year end.

13. INVENTORY

Inventory in the Enterprise Fund at June 30, 2009 of \$ 85,242 is stated at the lower of cost or market value.

The value of Federal donated commodities as reflected on Exhibit K-3 (required by the Single Audit Act of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

14. FUND BALANCE APPROPRIATED

General Fund - Of the \$15,179,525 General Fund fund balance at June 30, 2009, \$604,029 is reserved for encumbrances; \$3,163,441 has been reserved in the Capital Reserve Account; \$613,061 has been appropriated and included as anticipated revenue for the year ending June 30, 2010; \$7,965,868 is reserved for excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$3,456,043 of the total reserve for excess surplus has been appropriated and included as revenue for the year ending June 30, 2010); and \$2,833,126 is unreserved and undesignated.

Debt Service Fund - Of the \$157,502 Debt Service fund balance at June 30, 2009 \$131,331 is reserved in accordance with NJSA 7F-41c(2) and is anticipated revenue for the year ending June 30, 2010 and \$26,171 is unreserved and undesignated.

Capital Projects Fund - Of the \$3,853,441 capital projects fund balance at June 30, 2009, \$3,221,962 is reserved for encumbrances and \$631,478 is designated for subsequent years expenditures.

Special Revenue Fund - All of the \$1,793,774 special revenue fund balance at June 30, 2009 is designated for subsequent years expenditures.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

15. 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. The excess surplus fund balance resulting from the fiscal year ended June 30, 2009 was \$4,509,825.

The excess surplus is presented on a GAAP basis and a reconciliation to the budget basis as follows:

Excess surplus on a budgetary basis	C-1	\$	4,509,825
Less: \$1,915,135 State aid payment not recognized on a GAAP basis			1,915,135
Excess surplus on a GAAP basis	B-1	\$	2,594,690

16. CONTINGENT LIABILITIES

- A. **Pending Litigation** - As of the date of this report, in the opinion of the Board Attorney and management, there was no litigation pending which, in the event of an adverse or unfavorable outcome, would materially impair the financial position of the District.

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

- C. **Rebate Liability** - The Capital Projects Fund reflects an accrued liability of \$617,769. This amount is the arbitrage liability for the school district's \$81,386,000 Series 2005 School Bonds, estimated through June 30, 2009.

17. DEFERRED BENEFIT TRUST

On June 29, 2006, the Board authorized that a Board-directed Reserve for Deferred Benefits in Trust be established in the Trust and Agency Fund. Funds in the Trust are to be utilized solely to provide allowable deferred compensation contributions for those employees who have funds available within the Trust.

18. RECENTLY ENACTED REGULATIONS

The provisions of GASB Statement No. 54 "*Fund Balance Reporting and Governmental Fund Type Definitions*", which was issued in February, 2009 will alter the categories and terminology used to describe components of fund balance in future reports.

EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2009

19. ECONOMIC DEPENDENCY

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

20. SUBSEQUENT EVENTS

In August 2009, the Board entered into: 1) a \$55,757 and 2) a \$325,000 lease purchase agreement for the lease purchase of utility trucks and school buses. The lease are both payable in five annual installments, commencing August, 2009.

On Tuesday, September 29, 2009, a public referendum was held, seeking approval from the electorate of the Township of East Brunswick to provide for the replacement of Memorial Elementary School, including furnishings and equipment and site work. The referendum was approved and \$23,814,000 was appropriated for this purpose consisting of a \$4,238,520 grant from the State of New Jersey, \$1,619,000 from the Capital Reserve, and an authorization for the issuance of bonds in the amount of \$17,956,480.

21. OTHER MATTERS – EXTRAORDINARY ITEMS

On July 10, 2008, Memorial Elementary School suffered a devastating fire, which rendered the entire school facility unusable for the entire 2008-2009 school year and through the date of this report as well. A school facility in a neighboring community has been leased to house the displaced Memorial students and faculty. Expenditures related to this fire and relocation and insurance proceeds received through June 30, 2009 have been recorded as Extraordinary Items in the General Fund.

21. RESTATEMENT

A restatement of Capital Lease Obligations liability was made to the June 30, 2008 liability. A reduction of \$478,601 was made to this liability to reflect the principal component only of the liability. This restatement increased the beginning Net Assets in the Statement of Activities and had no impact on any of the Fund financial Statements.

Required Supplementary Information Part II

Budgetary Comparison Schedules

Budgetary Comparison Schedules provides a one-year comparison of original budget, budget transfers, final budget and actual information for the General Fund and Special Revenue Fund.

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 1 of 15

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 106,086,288	\$	\$ 106,086,288	\$ 106,086,288	\$
Tuition - individuals	5,959		5,959	34,904	28,945
Interest earned on capital reserve funds	4,000		4,000	42,444	38,444
Miscellaneous	920,375		920,375	887,401	(32,974)
Total - local sources	107,016,622		107,016,622	107,051,038	34,416
State sources:					
Extraordinary aid	1,040,833		1,040,833	1,232,486	191,653
Categorical special education aid	4,745,943		4,745,943	4,745,943	
Equalization aid	13,017,321		13,017,321	12,590,239	(427,082)
Security aid	677,412		677,412	677,624	212
Transportation aid	2,009,980		2,009,980	2,009,980	
Non-public school transportation aid				63,228	63,228
On behalf TPAF pension contributions/post retirement medical benefits (non-budgeted)				3,752,819	3,752,819
Reimbursed TPAF social security contributions (non-budgeted)				4,504,918	4,504,918
Total - state sources	21,491,489		21,491,489	29,577,237	8,085,748
Federal sources:					
Medicaid Reimbursement	43,896		43,896	32,409	(11,487)
Total - federal sources	43,896		43,896	32,409	(11,487)
Total revenues	128,552,007		128,552,007	136,660,684	8,108,677

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE:					
Instructional programs:					
Regular programs:					
Salaries of teachers:					
Preschool	\$ 41,755	\$ 2,678	\$ 44,433	\$ 44,432	\$ 1
Kindergarten	861,889	(18,277)	863,612	792,377	71,235
Grades 1-5	13,500,056		13,500,056	13,122,945	377,111
Grades 6-8	10,966,292	53,746	11,020,038	10,793,624	226,414
Grades 9-12	14,550,614	(196,235)	14,354,379	13,987,396	366,983
Home instruction:					
Purchased professional/educational services	73,500	435	73,935	26,518	47,417
Undistributed instruction:					
Other salaries for instruction	291,044	(24,989)	266,075	266,074	
Purchased professional/educational services	171,285	(858)	170,627	167,997	2,629
Purchased technical services	53,875	8,474	62,349	59,169	3,180
Other purchased services	1,231,520	(1,432)	1,230,088	1,205,696	24,392
Registrations/Training/Travel	12,000	1,702	13,702	13,702	
General supplies	1,805,795	(10,198)	1,795,597	1,669,069	126,528
Textbooks	195,548	(19,217)	176,331	145,785	30,546
Miscellaneous expenditures	7,260	499	7,759	6,300	1,459
Total regular programs	43,782,433	(203,452)	43,578,981	42,301,085	1,277,895
Special education:					
Learning/language disabilities:					
Salaries of teachers	354,888	73,130	428,018	428,018	
Other salaries for instruction	284,830	(82,234)	202,596	173,321	29,275

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Instructional programs (continued):					
Special education (continued):					
Learning/language disabilities:					
(continued):					
Registrations/Training/Travel	\$ 200	\$	\$ 200	\$ 10	\$ 190
General supplies	6,100	375	6,475	6,339	136
Total learning/language disabilities	646,018	(8,729)	637,289	607,688	29,601
Multiple disabilities:					
Salaries of teachers	287,972	(26,863)	261,109	234,909	26,200
Other salaries for instruction	90,683	84,699	175,382	175,381	1
Registrations/Training/Travel	700		700	387	314
General supplies	8,500	(422)	8,078	2,301	5,777
Total multiple disabilities	387,855	57,414	445,269	412,978	32,292
Resource room:					
Salaries of teachers	5,928,199	129,172	6,057,371	6,057,371	
Other salaries for instruction	781,250	251,940	1,033,190	1,033,190	
Registrations/Training/Travel	200	463	663	663	
General supplies	27,500	(1,807)	25,693	18,589	7,104
Textbooks	1,000	(538)	464	463	1
Total resource room	6,738,149	379,232	7,117,381	7,110,276	7,104
Autism:					
Salaries of teachers	533,319	5,160	538,479	538,479	
Other salaries for instruction	379,505	3,733	383,238	383,238	
Registrations/Training/Travel	200	(90)	110		110
General supplies	9,900	2,737	12,637	10,345	2,292
Total autism	922,924	11,540	934,464	932,062	2,402

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONTINUED):					
Instructional programs (continued):					
Special education (continued):					
Preschool disabilities - part-time:					
Salaries of teachers	250,040	(30,265)	\$ 219,775	\$ 219,774	\$ 1
Other salaries for instruction	100,492	(62,246)	38,246	33,808	4,437
General supplies	3,350		3,350	2,340	1,010
Total preschool disabilities - part-time:	353,882	(92,511)	261,371	255,924	5,447
Preschool disabilities - full-time:					
Salaries of teachers	157,599	46,444	204,043	204,042	1
Other salaries for instruction	261,216	(38,303)	224,913	224,913	
General supplies	3,800	(1,137)	2,763	2,016	747
Total preschool disabilities - full-time:	422,715	9,004	431,719	430,971	748
Home instruction:					
Salaries of teachers	6,910	6,910	6,910	6,908	1
Purchased professional/educational services	129,000	(3,207)	125,793	83,657	42,136
Total home instruction	129,000	3,703	132,703	90,566	42,137
Total special education	9,800,543	359,653	9,960,196	9,840,464	119,731

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 5 of 15

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Instructional programs (continued):					
Basic skills/remedial:					
Salaries of teachers	\$ 1,159,767	\$ (185,997)	\$ 973,770	\$ 916,242	\$ 57,528
Registrations/Training/Travel	1,400	(700)	700		700
General supplies	25,200	(445)	24,755	17,686	7,069
Total basic skills/remedial	1,186,367	(187,142)	999,225	933,929	65,296
Bilingual education:					
Instruction:					
Salaries of teachers	567,482	(47,862)	519,620	519,620	
Other purchased services		148	148	147	1
General supplies	7,310	41	7,351	5,478	1,873
Other expenditures	300	(148)	152		152
Total bilingual education	575,092	(47,822)	527,271	525,245	2,026
School sponsored cocurricular activities - instruction:					
Salaries	390,088	(21,120)	368,968	368,967	1
Purchased services	16,500	(500)	16,000	12,485	3,515
Supplies and materials	1,000		1,000	179	821
Other expenditures	7,500	567	8,067	6,300	1,767
Total school sponsored cocurricular activities	415,088	(21,053)	394,035	387,931	6,104
School sponsored athletics - instruction:					
Salaries	534,528	25,046	559,574	559,574	
Purchased services	48,327	1,554	49,881	48,856	1,025
Registrations/Training/Travel	2,700		2,700	933	1,767
Supplies and materials	42,325	(133)	42,192	37,404	4,788
Other objects	3,730	(326)	3,404	3,400	4
Fund transfers to cover deficit	53,018	1,500	54,518	54,518	
Total school sponsored athletic activities	684,628	27,641	712,269	704,685	7,584
Total instructional programs	56,244,151	(72,174)	56,171,977	54,693,338	1,478,636

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 6 of 15

EXPENDITURES (CONTINUED):	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs within the state - regular	\$ 34,740	\$ (3,215)	\$ 31,525	\$ 31,525	\$
Tuition to other LEAs within the state - special	1,752,815	(140,975)	1,611,840	1,353,790	258,050
Tuition to cssd & regional day schools		140,975	140,975	140,975	
Tuition to private schools - disabled -in state	3,439,913	(160,259)	3,279,654	2,760,527	519,127
Tuition - state facilities	90,482		90,482	90,482	
Tuition - other	48,578	(4,785)	43,793		43,793
Total instruction	5,366,528	(168,259)	5,198,269	4,377,299	820,970
Attendance and social work:					
Salaries	184,373		184,373	183,948	425
Other purchased services	852	81	933	933	
Supplies and materials	1,000	(31)	969	161	808
Total attendance and social work	186,225	50	186,275	185,042	1,233
Health services:					
Salaries	1,062,897		1,062,897	1,051,656	11,241
Purchased professional/technical services	98,182	8,000	106,182	83,721	22,461
Other purchased services	4,652		4,652	2,514	2,138
Registrations/Training/Travel	1,400	27	1,427	1,427	
Supplies and materials	23,029	(3,804)	19,225	14,302	4,923
Total health services	1,190,160	4,223	1,194,383	1,153,621	40,763
Other support services - students - related:					
Salaries	1,075,969	139,929	1,215,898	1,194,664	21,234
Purchased professional/educational services	788,954	74,184	863,138	863,138	
Supplies and materials	3,500	35	3,535	3,432	103
Registrations/Training/Travel	600	640	1,240	1,240	
Total other support services - students - related	1,869,023	214,788	2,083,811	2,062,473	21,337

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 7 of 15

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures (continued):					
Other support services - students - extraordinary:					
Salaries	\$ 839,851	\$ (12,035)	\$ 827,816	\$ 813,375	\$ 14,441
Purchased professional/educational services	623,270	79,516	702,786	702,786	
Supplies and materials	5,000	6,612	11,612	11,612	
Registrations/Training/Travel		200	200	174	26
Other expenditures	<u>6,500</u>		<u>6,500</u>	<u>4,598</u>	<u>1,902</u>
Total other supp. services - students - extraordinary	<u>1,474,621</u>	<u>74,293</u>	<u>1,548,914</u>	<u>1,532,545</u>	<u>16,369</u>
Other support services - students - regular:					
Salaries of other professional staff	3,125,983	(169,218)	2,956,765	2,878,215	78,550
Salaries of secretarial/clerical assistants	438,879		438,879	434,847	4,032
Other purchased professional/technical services	3,500		3,500	2,767	733
Other purchased services	11,344	4,187	15,531	13,921	1,610
Registrations/Training/Travel	3,575	(466)	3,109	2,386	723
Supplies and materials	17,865	(884)	16,981	10,726	6,255
Other expenditures	<u>575</u>		<u>575</u>	<u>525</u>	<u>50</u>
Total other support services - students - regular	<u>3,601,721</u>	<u>(166,381)</u>	<u>3,435,340</u>	<u>3,343,387</u>	<u>91,953</u>
Other support services - students - special:					
Salaries of other professional staff	2,393,536	(41,071)	2,352,465	2,352,465	
Salaries of secretarial/clerical assistants	407,522	(67,298)	340,224	340,224	
Purchased professional/educational services	13,000		13,000	13,000	
Miscellaneous purchased services	8,975	65,850	74,825	74,723	102
Residential costs	75,000	(66,025)	8,975	8,675	300
Registrations/Training/Travel	5,500	2,546	8,046	8,025	21
Supplies and materials	<u>22,400</u>	<u>(300)</u>	<u>22,100</u>	<u>15,449</u>	<u>6,651</u>
Total other support services - students - special	<u>2,925,933</u>	<u>(106,298)</u>	<u>2,819,635</u>	<u>2,812,560</u>	<u>7,075</u>
Improvement instructional services:					
Salaries of supervisors of instruction	507,300	20,142	527,442	527,441	
Salaries of other professional staff	173,546	(416)	173,130	173,130	
Salaries of secretarial/clerical assistants	230,434	(18,179)	212,255	188,202	24,053
Other salaries	43,668	43,280	86,948	81,420	5,528
Purchased professional/educational services	2,500	(2,500)			
Travel	<u>28,444</u>	<u>(3,122)</u>	<u>25,322</u>	<u>17,564</u>	<u>7,758</u>

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 8 of 15

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures (continued):					
Improvement instructional services (continued):					
Registrations/Training/Travel	\$ 33,555	\$ (4,322)	\$ 29,233	\$ 16,118	\$ 13,115
Supplies and materials	43,437	(2,628)	40,809	21,824	18,985
Other expenditures	12,300	(246)	12,054	8,948	3,106
Total improvement instructional services	1,075,184	32,009	1,107,193	1,034,648	72,545
Instructional staff training services:					
Salaries of supervisors of instruction	883,692	(31,594)	852,098	850,059	2,039
Salaries of other professional staff	37,800		37,800	1,243	36,558
Salaries of secretarial/clerical assistants	327,121	(18,795)	308,326	304,555	3,771
Purchased professional/educational services	31,815	(2,330)	29,485	17,673	11,812
Other purchased services	21,150	700	21,850	21,850	
Registrations/Training/Travel	58,500		56,500	26,999	29,501
Supplies and materials	3,000	(700)	2,300	1,368	932
Total instructional staff training services	1,361,078	(52,719)	1,308,359	1,223,747	84,612
Educational media/library:					
Salaries	1,404,604	(104,973)	1,299,631	1,299,631	
Purchased professional/technical services	33,369	(17,183)	16,186	10,839	5,347
Other purchased services	2,570	1,023	3,593	2,991	602
Registrations/Training/Travel	1,000		1,000	993	7
Supplies and materials	213,492	21,588	235,080	212,766	22,313
Other expenditures	110		110	110	
Total educational media/library	1,655,145	(99,545)	1,555,600	1,527,330	28,269

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 9 of 15

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures (continued):					
Support services - general administration:					
Salaries	\$ 689,250	\$ 14,370	\$ 703,620	\$ 702,746	\$ 874
Legal services	264,000		264,000	195,183	68,817
Audit fees	39,000	35,750	74,750	36,500	38,250
Other purchased professional services	63,589	2,013	65,602	48,315	17,287
Purchased technical services	5,500	583	6,083	5,484	599
Communications/telephone	392,361	(23,364)	368,997	311,013	57,984
Registrations/Training/Travel	10,500		10,500	1,543	8,957
Miscellaneous purchased services	29,135	2,400	31,535	20,458	11,077
Registrations/Training/Travel	10,450		10,450	3,917	6,533
General supplies	32,055	454	32,509	8,378	24,131
BOE in-house training/meeting supplies	1,284		1,284	1,086	218
Miscellaneous expenditures	21,423	(3,450)	17,973	9,064	8,910
BOE membership dues/fees	35,900		35,900	35,016	884
Total support services - general administration	1,594,447	28,756	1,623,203	1,378,684	244,519
Support services - school administration:					
Salaries of principals/assistant principals	2,815,662	(23,329)	2,592,333	2,592,154	179
Salaries of other professional staff	784,544	4,593	789,137	788,887	250
Salaries of secretarial and clerical assistants	1,668,862	(13,238)	1,655,624	1,655,624	
Other purchased services	118,508		118,508	108,608	11,902
Registrations/Training/Travel	44,000	(9,600)	34,400	18,810	15,590
Supplies and Materials	69,099	(3,829)	65,470	49,034	16,435
Other expenditures	22,000		22,000	21,800	200
Total support services - school administration	5,322,675	(45,203)	5,277,472	5,232,915	44,556
Required maintenance for school facilities:					
Salaries	1,178,017	91,153	1,269,170	1,196,972	72,198
Cleaning, repair and maintenance services	682,490	(8,133)	674,357	536,046	138,311
General supplies	305,020		305,020	292,927	12,093
Total required maintenance for school facilities	2,165,527	83,020	2,248,547	2,025,946	222,601

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

EXPENDITURES (CONTINUED):	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures (continued):					
Other operation and maintenance of plant services:					
Salaries	\$ 2,834,209	\$ (139,256)	\$ 2,494,953	\$ 2,494,952	\$ 1
Purchased professional/technical services	109,400	(4,890)	104,510	55,969	48,541
Cleaning, repair and maintenance services	2,476,680	(139,329)	2,337,351	1,966,924	370,427
Rentals - land/buildings	66,650	(8,490)	58,160		58,160
Other purchased property services	97,672	18,240	113,912	113,911	1
Purchased Services		5,456	5,456	5,456	
Insurance	511,969	38,916	550,885	550,885	
Other purchased services	96,850	770	97,620	77,687	19,933
Registrations/Training/Travel	6,000	(500)	5,500	3,110	2,390
General supplies	279,360	13,091	292,451	277,831	14,620
Energy (heat and electricity)	3,519,573	44,000	3,563,573	2,917,942	645,631
Other expenditures	11,100	(5,784)	5,316	1,918	3,400
Total operation and maintenance of plant services	9,809,463	(179,776)	9,629,687	8,466,582	1,163,104
Student transportation:					
Salaries for pupil transportation (between home and school) - regular	969,136	(10,431)	958,705	896,814	61,891
Purchased professional/technical services		1,902	1,902	1,902	
Cleaning, repair and maintenance	117,000	34,243	151,243	147,145	4,098
Rental/Leasing - School Buses	13,500	(1,450)	12,050		12,050
Lease Purchase Payments - School Buses	243,742	145,120	388,862	388,861	
Contracted services (between home and school) - vendors	2,356,996	(719,809)	1,637,187	1,563,618	73,569
Contracted services (other than between home and school) - vendors	443,172	(24,317)	418,855	389,672	29,183
Contracted services (special education students) - vendors	1,473,654	973	1,474,627	1,456,303	18,325
Contracted services (special education students) - ESC's and CTSA's	1,646,404	891,586	2,537,990	2,537,990	

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 11 of 15

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures (continued):					
Student transportation (continued):					
Contracted services - aid in lieu of payments	\$ 355,600	\$ (50,000)	\$ 305,600	\$ 263,319	\$ 42,281
Miscellaneous purchased services - transportation	57,367	(13,172)	44,195	44,078	117
Registrations/Training/Travel	1,400		1,400	785	615
Supplies and materials	296,600	(130,085)	166,515	146,650	19,865
Other expenditures	875	1,450	2,325	1,750	575
Total student transportation	7,975,446	126,010	8,101,456	7,838,887	262,569
Other support services:					
Salaries	7,245		7,245		7,245
Total other support services	7,245		7,245		7,245
Central services:					
Salaries	1,431,381	57,529	1,488,910	1,408,869	80,041
Purchased professional services	27,175	(900)	26,275	22,897	3,378
Purchased technical services	18,000	517	18,517	18,517	
Miscellaneous purchased services	61,936	207	62,143	33,168	28,975
Registrations/Training/Travel	10,000		10,000	7,937	2,063
Supplies and materials	42,433	(2,007)	40,426	23,208	17,218
Interest for lease purchase agreements	308,625	(156,900)	149,725	136,223	13,502
Miscellaneous expenditures	8,700		8,700	4,513	4,187
Total central services	1,906,250	(101,554)	1,804,696	1,655,331	149,365

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 12 of 15

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES (CONTINUED):					
CURRENT EXPENSE (CONTINUED):					
Undistributed expenditures (continued):					
Administrative information technology:					
Salaries	\$ 1,024,114	\$ 165,250	\$ 1,189,364	\$ 1,177,550	\$ 11,814
Purchased professional services	132,108	32,021	164,129	136,762	27,367
Purchased technical services	174,739	4,943	179,682	169,443	10,239
Other purchased services	3,175	268	3,443	3,443	
Registrations/Training/Travel	10,500		10,500	437	10,063
Supplies and materials	62,846	3,505	66,351	66,351	
Other expenditures	760	(35)	725	725	
Total admin. information technology	1,408,242	205,952	1,614,194	1,554,710	59,484
Unallocated benefits:					
Social security contributions	1,444,465		1,444,465	1,400,632	43,833
Unemployment compensation insurance	10,000		10,000	10,000	
Other retirement contributions - regular	1,223,183		1,223,183	897,632	325,551
Workmen's compensation	528,145		528,145	504,949	23,196
Health benefits	19,933,973	280	19,934,253	18,546,398	1,387,855
Tuition reimbursements	170,000	6,325	176,325	135,353	40,972
Other employee benefits	372,100	185,037	557,137	549,112	8,025
Total unallocated benefits	23,681,866	191,642	23,873,508	22,044,077	1,829,431
On-behalf TPAF pension contributions/post retirement medical benefits (non-budgeted)				3,752,819	(3,752,819)
Reimbursed TPAF social security contributions (non-budgeted)				4,504,918	(4,504,918)
Total undistributed expenditures	74,576,779	41,007	74,617,786	77,707,520	(3,089,734)
TOTAL EXPENDITURES - CURRENT EXPENSE	130,820,930	(31,167)	130,789,763	132,400,858	(1,611,095)

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 13 of 15

EXPENDITURES (CONTINUED):	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY:					
Interest Deposit to Capital Reserve	\$ 4,000	\$	\$ 4,000	\$ 4,000	\$
Equipment:					
Regular programs - instruction:					
Grades 6-8		6,599	6,599	6,599	
Grades 9-12		5,761	5,761	5,761	
Special education:					
Support services - students - extraordinary services	6,000	58	6,058	6,058	
Support services - students - health		3,819	3,819	3,819	
Administrative information technology	35,000	5,844	40,844	40,844	
Other operation and maintenance of plant services		17,283	17,283	17,283	
Total equipment	41,000	39,364	80,364	80,363	
Facilities acquisition and construction services:					
Other purchased professional and technical services	180,000	194,648	374,648	295,254	79,394
Construction services	144,247	1,527,253	1,671,500	1,249,057	422,443
General supplies		6,235	6,235	6,235	
Lease purchase agreement - principal	1,986,995	(880,501)	1,106,494	1,106,494	
Capital reserve transfers to capital projects fund		1,700,000	1,700,000	1,700,000	
Total facilities acquisition and construction services	2,311,242	2,547,635	4,858,877	4,357,040	501,837
TOTAL EXPENDITURES - CAPITAL OUTLAY	2,356,242	2,586,999	4,943,241	4,441,404	501,837

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-1
Sheet 14 of 15

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES (CONTINUED):					
SPECIAL SCHOOLS:					
Summer school - instruction:					
Salaries of teachers	\$ 22,036	\$ (1,722)	\$ 20,314	\$ 468	\$ 19,846
Other salaries for instruction	17,559		17,559	17,078	481
General supplies	3,800		3,800	3,757	43
Total summer school - instruction	43,395	(1,722)	41,673	21,303	20,370
Summer school - support services:					
Salaries	17,488	(4,366)	13,122	3,026	10,096
Total summer school - support services	17,488	(4,366)	13,122	3,026	10,096
Total summer school	60,883	(6,088)	54,795	24,330	30,465
TOTAL EXPENDITURES - SPECIAL SCHOOLS	60,883	(6,088)	54,795	24,330	30,465
Transfer of funds to charter schools	9,993		9,993	9,984	9
TOTAL GENERAL FUND EXPENDITURES	133,248,048	2,549,744	135,797,792	136,876,575	(1,078,784)
Excess (deficiency) of revenues over expenditures	(4,696,041)	(2,549,744)	(7,245,785)	(215,893)	7,029,892
Other Financing Sources/(Uses), Transfers and Extraordinary Items:					
Extraordinary Items:					
Other Financing Sources/(Uses):					
Insurance recoveries - Memorial School				607,195	607,195
Memorial School fire loss				(1,350,977)	(1,350,977)
Operating Transfers In:					
Transfer from capital projects fund				497,341	497,341
Transfer from enterprise fund	100,000		100,000	100,000	
Operating Transfers Out:					
Transfer of funds to food service fund	(464,159)		(464,159)	(293,423)	170,736
Total Other Financing Sources/(Uses), Transfers and Extraordinary Items	(364,159)		(364,159)	(439,864)	(75,705)
Excess (deficiency) of revenues and other financing sources over/(under) expenditures and other financing (uses)	(5,060,200)	(2,549,744)	(7,609,944)	(655,757)	6,954,187
Fund Balance, July 1	15,835,282		15,835,282	15,835,282	
Fund Balance, June 30	\$ 10,775,082	\$ (2,549,744)	\$ 8,225,338	\$ 15,179,525	\$ 6,954,187

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2009

Exhibit C-1
Sheet 15 of 15

	<u>Original</u> <u>Budget</u>	<u>Budget</u> <u>Transfers</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Final to Actual</u>
Reserve for Encumbrances				\$ 604,029	
Capital Reserve				3,163,441	
Excess Surplus				4,509,825	
Reserve for Excess Surplus - Designated for Subsequent Year's				3,456,043	
Designated for Subsequent Year's Expenditures				613,061	
Unrestricted Fund Balance				<u>2,833,126</u>	
				15,179,525	
Reconciliation to Governmental Funds Statements (GAAP)					
Last State Aid Payments not recognized on GAAP basis:					
2008-2009				<u>(1,915,135)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 13,264,390</u>	

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:					
Federal Sources	\$ 2,446,000	\$ 851,076	\$ 3,297,076	\$ 2,784,378	\$ (512,698)
State Sources	482,000	240,782	722,782	694,851	(27,931)
Other Sources	<u>75,000</u>	<u>2,137,952</u>	<u>2,212,952</u>	<u>308,067</u>	<u>(1,904,885)</u>
Total Revenues	<u>3,003,000</u>	<u>3,229,810</u>	<u>6,232,810</u>	<u>3,787,296</u>	<u>(2,445,514)</u>
Expenditures:					
Instruction:					
Salaries	481,533	436,779	918,312	618,786	299,525
Purchased Professional and Technical Services	7,069	2,227	9,296	5,334	3,962
Purchased Professional - Education Services	102,962	9,130	112,092	106,596	5,496
Purchased Services	1,364,056	162,386	1,526,442	1,472,739	53,704
Supplies and Materials	92,545	1,580,291	1,672,836	866,913	805,923
Other Objects	667	49	716	384	332
General Supplies		18,283	18,283	1,638	16,645
Textbooks	<u>45,000</u>	<u>2,526</u>	<u>47,526</u>	<u>47,526</u>	
Total Instruction	<u>2,093,833</u>	<u>2,211,670</u>	<u>4,305,503</u>	<u>3,119,917</u>	<u>1,185,586</u>
Support Services:					
Salaries	145,973	53,928	199,901	182,007	17,894
Personal Services - Employee Benefits	147,640	60,902	208,542	162,476	46,066
Purchased Professional - Educational Services	172,000	65,541	237,541	228,670	8,871
Purchased Professional and Technical Services	313,213	121,372	434,585	386,116	48,469
Purchased Technical Services		27,302	27,302		27,302

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit C-2
Sheet 2 of 2

	Original Budget	Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures (Continued) :					
Purchased Property Services	\$	\$ 8,390	\$ 8,390	\$ 8,000	\$ 390
Purchased Services	29,500	203,431	232,931	133,908	99,023
Contracted Services - Transportation	57,978	23,040	81,018	81,018	
Registrations/Training/Travel	2,713	8,039	10,752	7,789	2,963
Supplies and Materials	12,614	199,873	212,488	127,544	84,943
General Supplies		3,427	3,427		3,427
Equipment		2,620	2,620		2,620
Miscellaneous Expenditures		1,100	1,100		1,100
Other Objects	23	2	25	25	
Total Support Services	881,655	778,966	1,660,621	1,317,552	343,068
Capital Outlay:					
Equipment:					
Undistributed Expenditures - Instruction	27,512	294,835	322,347	147,087	175,260
Other Purchased Professional Technical		113,528	113,528	113,528	
Regular Education - School Buses		850,000	850,000	768,842	81,158
Total Equipment	27,512	1,258,363	1,285,875	1,029,457	256,418
Facilities Acquisition and Construction					
Services:					
Construction Services		1,670,812	1,670,812	917,645	753,168
Total Facilities Acquisition and Construction Services		1,670,812	1,670,812	917,645	753,168
Total Expenditures	3,003,000	5,919,810	8,922,811	6,384,570	2,538,240
Excess (Deficiency) of Revenues Over/(Under) Expenditures		(2,690,000)	(2,690,000)	(2,597,274)	92,726
Other Financing Sources and Transfers:					
Lease Purchase Agreement		2,690,000	2,690,000	2,690,000	
Transfer to Capital Projects Fund				(147,980)	(147,980)
Fund Balance, July 1	1,849,028		1,849,028	1,849,028	
Fund Balance, June 30	\$ 1,849,028	\$	\$ 1,849,028	\$ 1,793,774	\$ (55,254)

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

		<u>General Fund</u>		<u>Special Revenue Fund</u>
Sources/Inflows of Resources:				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	(C-1)	\$ 136,660,684	(C-2)	\$ 3,787,296
Difference - Budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized:				
2008				100,729
2009				(876,143)
State aid payments recognized for budgetary purposes, not recognized for GAAP statements:				
2008		930,325		
2009		<u>(1,915,135)</u>		
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	(B-2)	<u>\$ 135,675,874</u>	(B-2)	<u>\$ 3,011,882</u>
Uses/Outflows of Resources:				
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	(C-1)	\$ 136,876,575	(C-2)	\$ 6,384,570
Difference - Budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes:				
2008				100,729
2009				<u>(876,143)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	(B-2)	<u>\$ 136,876,575</u>	(B-2)	<u>\$ 5,609,156</u>

Other Supplementary Information

Special Revenue Fund Detail Statements

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

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	New Jersey Non-Public										
	Adult Life Skills Program	Technology Infused Math Education	Textbooks	ESL	Transportation	Compensatory Education	Supplemental Instruction	Examination and Classification	Corrective Speech	Nursing	Technology
REVENUES											
State sources	\$ 257,861	\$ 102,091	\$ 47,526	\$ 20,604	\$ 17,400	\$ 51,559	\$ 26,433	\$ 36,970	\$ 37,014	\$ 64,153	\$ 33,240
Federal sources											
Other sources											
Total revenues	\$ 257,861	\$ 102,091	\$ 47,526	\$ 20,604	\$ 17,400	\$ 51,559	\$ 26,433	\$ 36,970	\$ 37,014	\$ 64,153	\$ 33,240
EXPENDITURES											
Instruction:											
Salaries	\$ 55,715			\$ 20,604		\$ 51,559	\$ 26,433				
Purchased professional/educational services				20,604		51,559	26,433				
Purchased professional/technical services											
Other purchased services											
Supplies and materials	602										
General supplies											
Textbooks			47,526								
Other Expenditures											
Total instruction	56,317		47,526	20,604		51,559	26,433				
Support services:											
Salaries	106,179	18,752									
Personnel services - employee benefits	29,658	4,973									
Purchased professional/educational services		58,206									
Purchased professional/technical services		12,000						36,970	37,014	64,153	33,240
Purchased Property Services		8,000									
Transportation	63,618				17,400						
Registrations/Training/Travel	742										
Other purchased services	911	805									
Supplies and materials	436	1,355									
Other expenditures											
Total support services	201,544	102,091			17,400			36,970	37,014	64,153	33,240
Facilities acquisition and construction services:											
Other purchased professional/technical services											
Equipment											
School buses - regular											
Construction services											
Total facilities acquisition and construction services											
Total expenditures	257,861	102,091	47,526	20,604	17,400	51,559	26,433	36,970	37,014	64,153	33,240
Excess/(deficiency) of revenues over/(under) expenditures											
Other Financing Sources/(Uses) and Transfers:											
Lease purchase agreement											
Transfer to capital projects fund											
Excess/(deficiency) of revenues over/(under) expenditures and other financing sources and transfers											
Fund balances, July 1											
Fund balances, June 30	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES
SPECIAL REVENUE FUND BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	Title III				Title V	Title V	Adult Basic	Adult Basic
	08/08	c/o 07/08	c/o 08/07	Supplemental 08/07	Carryover 07/08	Carryover 08/07	Education 08/09	Education Supplemental 08/09
REVENUES								
State sources	\$		\$	\$	\$	\$		\$
Federal sources	5,383	456	38,045	52,538	10,700	740	171,255	15,344
Other sources								
Total revenues	\$ 5,383	\$ 456	\$ 38,045	\$ 52,538	10,700	740	\$ 171,255	\$ 15,344
EXPENDITURES								
Instruction:								
Salaries	\$		\$ 34,450	\$ 36,880	\$		\$ 129,388	\$ 11,460
Purchased professional/educational services								
Purchased professional/technical services	3,225		541	1,018				
Other purchased services				160				
Supplies and materials	1,427	312		8,858	10,688	740	2,351	2,641
General supplies								
Textbooks								
Other Expenditures								
Total instruction	4,652	312	34,991	46,914	10,688	740	131,738	14,101
Support services:								
Salaries	408	80		2,200	18		11,163	
Personnel services - employee benefits	325	64	3,054	3,424	14		23,742	1,243
Purchased professional/educational services								
Purchased professional/technical services								
Purchased Property Services								
Transportation								
Registrations/Training/Travel							1,002	
Other purchased services							59	
Supplies and materials							3,525	
Other expenditures							25	
Total support services	731	145	3,054	5,624	32		39,517	1,243
Facilities acquisition and construction services:								
Other purchased professional/technical services								
Equipment								
School buses - regular								
Construction services								
Total facilities acquisition and construction services								
Total expenditures	5,383	456	38,045	52,538	10,700	740	171,255	15,344
Excess/(deficiency) of revenues over/(under) expenditures								
Other Financing Sources/(Uses) and Transfers:								
Lease purchase agreement								
Transfer to capital projects fund								
Excess/(deficiency) of revenues over/(under) expenditures and other financing sources and transfers								
Fund balances, July 1								
Fund balances, June 30	\$	\$	\$	\$	\$	\$	\$	\$

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	Title I ESEA			Title II					
	08/09	Carryover 07/08	Carryover 06/07	Part A 08/09	Part A C/O 07/08	Part A C/O 08/07	Part D 08/09	Part D C/O 07/08	Part D C/O 08/07
REVENUES									
State sources	\$		\$	\$	\$	\$	\$	\$	\$
Federal sources	149,460	192,069	9,377	135,856	29,351	3,871	132	1,097	46
Other sources									
Total revenues	\$ 149,460	\$ 192,069	\$ 9,377	\$ 135,856	\$ 29,351	\$ 3,871	\$ 132	\$ 1,097	\$ 46
EXPENDITURES									
Instruction:									
Salaries	\$ 49,375	\$ 172,814	\$ 5,162	\$ 101,629		\$ 1,960			
Purchased professional/educational services									
Purchased professional/technical services									
Other purchased services	425								
Supplies and materials	61,918		3,916					65	46
General supplies									
Textbooks									
Other Expenditures									
Total instruction	111,718	172,814	9,078	101,629		1,960		65	46
Support services:									
Salaries	7,096	1,598		2,910	1,043		26	4	
Personnel services - employee benefits	29,622	17,658	289	30,241	712	200	21	3	
Purchased professional/educational services					1,087				
Purchased professional/technical services									
Cleaning, repair and maintenance services									
Transportation									
Travel									
Other purchased services	895				20,925	1,711	85	1,025	
Supplies and materials	131			1,076	5,584				
Other expenditures									
Total support services	37,744	19,255	289	34,227	29,351	1,911	132	1,032	
Facilities acquisition and construction services:									
Other purchased professional/technical services									
Equipment									
School buses - regular									
Construction services									
Total facilities acquisition and construction services									
Total expenditures	149,460	192,069	9,377	135,856	29,351	3,871	132	1,097	46
Excess/(deficiency) of revenues over/(under) expenditures									
Lease purchase agreement									
Transfer to capital projects fund									
Excess/(deficiency) of revenues over/(under) expenditures and other fin. sources and transfers									
Fund balances, July 1									
Fund balance, June 30	\$	\$	\$	\$	\$	\$	\$	\$	\$

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	I.D.E.A. Part B				Drug Free Schools Title IV			TOOL	TOOL	OTHER LOCAL	
	Basic Regular Program 08/09	Basic Regular Program 07/08	Preschool 08/09	Preschool 07/08	08/09	C/O 07/08	C/O 06/07	Overcoming Obstacles 06/07	Overcoming Obstacles 05/06	2008/ 2009	2007/ 2008
REVENUES											
State sources	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Federal sources	1,820,888	9,688	51,802	1,106	14,206	9,264	1,211	32,363	28,129		
Other sources										59,218	33,078
Total revenues	\$ 1,820,888	\$ 9,688	\$ 51,802	\$ 1,106	\$ 14,206	\$ 9,264	\$ 1,211	\$ 32,363	\$ 28,129	\$ 59,218	\$ 33,078
EXPENDITURES											
Instruction:											
Salaries	\$	\$	\$	\$	\$	\$	1,017	17,500	\$	40	1,147
Purchased professional/educational services											
Purchased professional/technical services											
Other purchased services	1,450,712	176			11,365					550	
Supplies and materials	4,943	1,927	4,802	1,106	814	7,109	68			8,013	7,054
General supplies											
Textbooks											
Other Expenditures											
Total instruction	1,455,655	2,104	4,802	1,106	12,179	7,109	1,085	17,500		8,603	8,201
Support services:											
Salaries	23,257	3,845			163	46		1,401		1,644	177
Personnel services - employee benefits	12,609	3,079			131		128	411		715	153
Purchased professional/educational services											
Purchased professional/technical services	327,118		47,000								
Cleaning, repair and maintenance services											
Transportation											
Travel	300							24		2,323	1,402
Other purchased services					1,734	2,109		13,028	28,129	42,434	20,058
Supplies and materials	1,951	660								880	3,088
Other expenditures											
Total support services	365,233	7,584	47,000		2,027	2,155	128	14,863	28,129	47,995	24,877
Facilities acquisition and construction services:											
Other purchased professional/technical services											
Equipment										2,620	
School buses - regular											
Construction services											
Total facilities acquisition and construction services										2,620	
Total expenditures	1,820,888	9,688	51,802	1,106	14,206	9,264	1,211	32,363	28,129	59,218	33,078
Excess/(deficiency) of revenues over/(under) expenditures											
Lease purchase agreement											
Transfer to capital projects fund											
Excess/(deficiency) of revenues over/(under) expenditures and other financing sources and transfers											
Fund balances, July 1											
Fund balance, June 30	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

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**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	Other Local		East Brunswick Education Foundation			CVS	PTA	PTA	PTA	Sam's Club
	2008/ 2007	2005/ 2006	2009	2008	2007		Grants 08-09	Grants 07-08	Grants 08-07	
REVENUES										
State sources	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Federal sources										
Other sources	<u>482</u>	<u>530</u>	<u>70,831</u>	<u>6,422</u>	<u>1,996</u>	<u>4,433</u>	<u>89,898</u>	<u>20,897</u>	<u>1,435</u>	<u>290</u>
Total revenues	\$ <u>482</u>	\$ <u>530</u>	\$ <u>70,831</u>	\$ <u>6,422</u>	\$ <u>1,996</u>	\$ <u>4,433</u>	\$ <u>89,898</u>	\$ <u>20,897</u>	\$ <u>1,435</u>	\$ <u>290</u>
EXPENDITURES										
Instruction:	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Salaries		250								
Purchased professional/educational services			8,000							
Purchased professional/technical services				550						
Other purchased services			9,350							
Supplies and materials	194	280	23,590	5,872		3,959	70,188	17,897	1,435	
General supplies										290
Textbooks										
Other Expenditures			<u>384</u>							
Total Instruction	<u>184</u>	<u>530</u>	<u>41,324</u>	<u>6,422</u>		<u>3,959</u>	<u>70,188</u>	<u>17,897</u>	<u>1,435</u>	<u>290</u>
Support services:										
Salaries										
Personnel services - employee benefits										
Purchased professional/educational services										
Purchased professional/technical services										
Purchased Property Services										
Transportation										
Registrations/Training/Travel					1,996					
Other purchased services										
Supplies and materials	288						3,159			
Other expenditures										
Total support services	<u>288</u>				<u>1,996</u>		<u>3,159</u>			
Facilities acquisition and construction services:										
Other purchased professional/technical services										
Equipment			29,508			474	16,551	286		
School buses - regular										
Construction services								2,714		
Total facilities acquisition and construction services			<u>29,508</u>			<u>474</u>	<u>16,551</u>	<u>3,000</u>		
Total expenditures	<u>482</u>	<u>530</u>	<u>70,831</u>	<u>6,422</u>	<u>1,996</u>	<u>4,433</u>	<u>89,898</u>	<u>20,897</u>	<u>1,435</u>	<u>290</u>
Excess/(deficiency) of revenues over/(under) expenditures										
Lease purchase agreement										
Transfer to capital projects fund										
Excess/(deficiency) of revenues over/(under) expenditures and other financing sources and transfers										
Fund balances, July 1										
Fund balances, June 30	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Exhibit E-1
Sheet 6 of 6

	PTA Grants 05-08	PTA Grants 03-04	PTA Grants prior years	Principals Reach for the Stars	NJAET Award	Prestige Bank	Chase Equipment	2001 Agreement	2006 Agreement	2006 Agreement	2009 Agreement	Total 2009	
REVENUES													
State sources	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$ 684,851	
Federal sources												2,784,378	
Other sources	488	57	1,059	634	39		56			9,974	6,270	308,067	
Total revenues	\$ 488	\$ 57	\$ 1,059	\$ 634	\$ 39	\$	\$ 56	\$	\$	\$ 9,974	\$ 6,270	\$ 3,787,296	
EXPENDITURES													
Instruction:													
Salaries	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$ 618,786	
Purchased professional/educational services												108,598	
Purchased professional/technical services												5,334	
Other purchased services												1,472,739	
Supplies and materials			441							613,683		866,913	
General supplies		57	618	634	39							1,638	
Textbooks												47,528	
Other Expenditures												384	
Total instruction		57	\$ 1,059	634	39					613,683		3,119,917	
Support services:													
Salaries												182,007	
Personnel services - employee benefits												162,478	
Purchased professional/educational services												228,670	
Purchased professional/technical services												388,116	
Purchased Property Services												8,000	
Transportation												81,018	
Registrations/Training/Travel												7,789	
Other purchased services												133,908	
Supplies and materials	488							6,033		96,909		127,544	
Other expenditures												25	
Total support services	488							6,033		96,909		1,317,552	
Facilities acquisition and construction services:													
Other purchased professional/technical services												113,528	
Equipment						1,486		8,891	1,902	27,158		147,087	
School buses - regular												768,842	
Construction services												914,931	
Total facilities acquisition and construction services						1,486		8,891	1,902	27,158		1,855,512	
Total expenditures	488	57	\$ 1,059	634	39	1,486		16,924	1,902	737,749		6,384,570	
Excess/(deficiency) of revenues over/(under) expenditures							(1,486)	56	(16,924)	(1,902)	(727,776)	(1,849,242)	(2,597,274)
Other Financing Sources/(Uses) and Transfers:													
Lease purchase agreement												2,690,000	2,690,000
Transfer to capital projects fund										(147,980)		(147,980)	
Excess/(deficiency) of revenues over/(under) expenditures and other financing sources and transfers							(1,486)	56	(16,924)	(1,902)	(875,756)	840,758	(55,254)
Fund balances, July 1						1,486	4,175	46,654	20,547	1,778,166		1,849,028	
Fund balances, June 30	\$	\$	\$	\$	\$	\$	\$ 4,231	\$ 29,730	\$ 18,646	\$ 900,410	\$ 840,758	\$ 1,793,774	

Capital Projects Fund Detail Statements

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

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Project Title/Issue	Revised Budgetary Appropriations	GAAP Expenditures to Date		Current Year Transfers In/ (Out)	Unexpended Appropriations June 30, 2009
		Prior Years	Current Year		
Construction of additions and renovations to the East Brunswick High School, including furnishings and equipment	\$ 14,319,998	\$ 14,319,998	\$	\$	\$
Construction of additions and renovations to Churchill Junior High School	26,833,634	26,828,595	5,038		
ILSA 2001 - High School	1,502,291	1,502,291			
ILSA 2003 - Churchill Junior High School	2,500,000	2,491,977	3,105		4,918
NJEDA - High School Project 02/03	1,415,809	1,415,609			
NJEDA - Remedial Site Work - Bowne Munroe	144,201	144,201			
NJEDA - High School - Culinary Arts	409,000	409,000			
NJEDA - High School - Sound System	51,611	51,611			
Bowne-Munroe Fire Alarm/PA Clock Replacement 05/06	622,591	151,640	56,000	(414,951)	
Memorial Heating and Piping Replacement 05/06	348,547	348,547			
High School Emergency Generators 05/06	66,304	66,004		(300)	
Bowne Munroe Boiler and Piping Project 05/06	1,456,931	1,328,890		(128,041)	
Lawrence Brook 04/05	19,307,244	19,270,601	4,950	(31,693)	
Central 04/05	20,777,530	20,720,087	10,327	(47,116)	
Hammarskjold 04/05	66,574,686	59,538,124	6,661,292		375,270
High School Reroofing Project 04/05	5,700,361	5,702,017		1,656	
Various Capital Projects 06/07	2,636,724	2,511,087	53,395	72,040	144,281
Security Systems 06/07	730,000	57,256	430,900		241,844
EBHS Athletic Fields 06/07	450,000	450,000			
Frost Heating and Piping Replacment 06/07	646,573	374,487	200,066	(72,040)	
Churchill Underground Sprinkler System 06/07	219,500	219,500			
Capital Lease 2008	2,647,980		958,338		1,689,642
High School and Churchill Junior High School Athletic Fields 07	2,879,950	241,717	1,240,748		1,397,485
Totals	\$ 157,921,266	\$ 143,823,222	\$ 9,824,159	\$ (620,444)	\$ 3,853,440

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Revenues and Other Financing Sources	
Lease purchase agreement	\$ 147,980
Capital reserves	<u>1,700,000</u>
Total revenues	<u>1,847,980</u>
Expenditures and Other Financing Uses	
Purchased professional and technical services	622,561
Construction services	<u>9,001,598</u>
Total expenditures	<u>9,624,159</u>
Excess(deficiency) of revenues over (under) expenditures	(7,776,179)
Other financing sources/(uses):	
Prior year's receivables cancelled	(943,379)
Transfer to general fund	(497,342)
Transfer from general fund	<u>1,656</u>
Excess(deficiency) of revenues over (under) expenditures including transfers	(9,215,245)
Fund balance, beginning	<u>13,068,685</u>
Fund balance, ending	<u>\$ 3,853,440</u>

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**Bowne-Munro Fire Alarm/PA/Clock System Replacement
05/06**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 182,851	\$ (99,795)	\$ 83,056	\$ 83,056
Commissioner approved lease purchase	539,535		539,535	539,535
Transfer from capital outlay				
Total revenues	<u>722,386</u>	<u>(99,795)</u>	<u>622,591</u>	<u>622,591</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	20,020	56,000	76,020	76,020
Construction services	<u>131,620</u>		<u>131,620</u>	<u>131,620</u>
Total expenditures	<u>151,640</u>	<u>56,000</u>	<u>207,640</u>	<u>207,640</u>
Other Financing Uses				
Transfers Out - to general fund		369,002	369,002	369,002
Transfers Out - intrafund		<u>45,949</u>	<u>45,949</u>	<u>45,949</u>
Total financing uses		<u>414,951</u>	<u>414,951</u>	<u>414,951</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 570,746</u>	<u>\$ (570,746)</u>	<u>\$ _____</u>	<u>\$ _____</u>

Additional Project Information:

Project Number	SP 1170-060-05-2000
Grant Date	10/31/2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 722,386
Additional Authorized Cost	\$ (99,795)
Revised Authorized Cost	\$ 622,591

Percentage Increase Over Original Authorized Cost	
Percent of Completion	33.35%
Original Target Completion Date	2006
Revised Target Completion Date	2010

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Memorial Heating and Piping Replacement 05/06

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 89,752	\$	\$ 89,752	\$ 89,752
Bond proceeds and transfers				
Commissioner approved lease purchase	260,465		260,465	260,465
Interlocal service agreements				
Contributions from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>350,217</u>	<u> </u>	<u>350,217</u>	<u>350,217</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	13,898		13,898	13,898
Construction services	334,649		334,649	334,649
Total expenditures	<u>348,547</u>	<u> </u>	<u>348,547</u>	<u>348,547</u>
Other Financing Uses				
Transfers Out	1,870		1,870	1,870
Total financing uses	<u>1,870</u>	<u> </u>	<u>1,870</u>	<u>1,870</u>
Excess(deficiency) of revenues over (under) expenditures and transfers	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	SP 1170-120-05-1000
Grant Date	11/4/2006
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$350,217
Additional Authorized Cost	
Revised Authorized Cost	\$350,217

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2006
Revised Target Completion Date	2008

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

High School Emergency Generators 05/06

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 30,968	\$ (566)	\$ 30,402	\$ 30,402
Bond proceeds and transfers				
Interlocal service agreements				
Transfer from capital outlay	10,000		10,000	10,000
Transfer from capital reserve	<u>33,953</u>		<u>33,953</u>	<u>33,953</u>
Total revenues	<u>74,921</u>	<u>(566)</u>	<u>74,355</u>	<u>74,355</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	10,000		10,000	10,000
Construction services	<u>56,004</u>		<u>56,004</u>	<u>56,004</u>
Total expenditures	<u>66,004</u>		<u>66,004</u>	<u>66,004</u>
Other Financing Uses				
Transfers Out	<u>8,051</u>	<u>300</u>	<u>8,351</u>	<u>8,351</u>
Total financing uses	<u>8,051</u>	<u>300</u>	<u>8,351</u>	<u>8,351</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 866</u>	<u>\$ (866)</u>	<u>\$</u>	<u>\$</u>

Additional Project information:

Project Number	SP 1170-050-05-1000
Grant Date	8/3/2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 74,921
Additional Authorized Cost	(8,917)
Revised Authorized Cost	\$ 66,004

Percentage Increase Over Original Authorized Cost

Percent of Completion	88.77%
Original Target Completion Date	2008
Revised Target Completion Date	2006

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Bowne-Munro Boiler & Piping Project 04/05

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 616,917	\$ (85,361)	\$ 531,556	\$ 531,556
Bond proceeds and transfers				
Interlocal service agreements				
Contributions from private sources				
Transfer from capital reserve	925,375		925,375	925,375
Transfer from capital outlay				
Total revenues	<u>1,542,292</u>	<u>(85,361)</u>	<u>1,456,931</u>	<u>1,456,931</u>
Expenditures and Other Financing Uses				
Legal services				
Purchased professional and technical services	73,391		73,391	73,391
Land and improvements				
Construction services	1,255,499		1,255,499	1,255,499
Equipment purchases				
Total expenditures	<u>1,328,890</u>		<u>1,328,890</u>	<u>1,328,890</u>
Other Financing Uses				
Transfers Out		128,041	128,041	128,041
Total financing uses		<u>128,041</u>	<u>128,041</u>	<u>128,041</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 213,402</u>	<u>\$ (213,402)</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	SP 1170-060-05-1000
Grant Date	5/25/2005
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,542,292
Additional Authorized Cost	(85,361)
Revised Authorized Cost	\$ 1,456,931

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	91.21%
Original Target Completion Date	2006
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Lawrence Brook 04/05

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 6,030,864	\$	\$ 6,030,864	\$ 6,030,864
Bond proceeds	12,891,984		12,891,984	12,891,984
Interlocal service agreements				
Contributions from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Reallocated from completed capital projects	<u>384,396</u>	<u> </u>	<u>384,396</u>	<u>384,396</u>
Total revenues	<u>19,307,244</u>	<u> </u>	<u>19,307,244</u>	<u>19,307,244</u>
Expenditures and Other Financing Uses				
Legal services	11,809		11,809	11,809
Purchased professional and technical services	1,861,437		1,861,437	1,861,437
Construction services	17,382,518	4,950	17,387,468	17,387,468
Equipment purchases				
Other expenditures	<u>14,839</u>	<u> </u>	<u>14,839</u>	<u>14,839</u>
Total expenditures	<u>19,270,601</u>	<u>4,950</u>	<u>19,275,551</u>	<u>19,275,551</u>
Other Financing Uses				
Transfers Out - intrafund	<u> </u>	<u>31,693</u>	<u>31,693</u>	<u>31,693</u>
Total financing uses	<u> </u>	<u>31,693</u>	<u>31,693</u>	<u>31,693</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 36,643</u>	<u>\$ (36,643)</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	SP 1170-100-04-1000
Grant Date	7/27/2004
Bond Authorization Date	12/14/2004
Bonds Authorized	\$ 12,891,984
Bonds Issued	\$ 12,891,984
Original Authorized Cost	\$ 18,922,848
Additional Authorized Cost	\$ 384,396
Revised Authorized Cost	\$ 19,307,244

Percentage Increase Over Original Authorized Cost	2.03%
Percent of Completion	100.00%
Original Target Completion Date	2008
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Central 04/05

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 6,382,205	\$	\$ 6,382,205	\$ 6,382,205
Bond proceeds	14,305,728		14,305,728	14,305,728
Interlocal service agreements				
Contributions from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Reallocated from completed capital projects	<u>89,597</u>		<u>89,597</u>	<u>89,597</u>
Total revenues	<u>20,777,530</u>		<u>20,777,530</u>	<u>20,777,530</u>
Expenditures and Other Financing Uses				
Legal services	13,165		13,165	13,165
Purchased professional and technical services	2,007,788	327	2,008,115	2,008,115
Construction services	18,678,826	10,000	18,688,826	18,688,826
Other expenditures	<u>20,309</u>		<u>20,309</u>	<u>20,309</u>
Total expenditures	<u>20,720,087</u>	<u>10,327</u>	<u>20,730,414</u>	<u>20,730,414</u>
Other Financing Uses				
Transfers Out - intrafund		<u>47,116</u>	<u>47,116</u>	<u>47,116</u>
Total financing uses		<u>47,116</u>	<u>47,116</u>	<u>47,116</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 57,443</u>	<u>\$ (57,443)</u>	<u>\$</u>	<u>\$</u>
Additional Project Information:				
Project Number		SP 1170-070-04-1000		
Grant Date		8/23/2004		
Bond Authorization Date		12/14/2004		
Bonds Authorized				
Bonds Issued				
Original Authorized Cost		\$ 20,777,530		
Additional Authorized Cost				
Revised Authorized Cost		\$ 20,777,530		
Percentage Increase Over Original Authorized Cost				
Percent of Completion		100.00%		
Original Target Completion Date		2008		
Revised Target Completion Date		2009		

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Hammarskjold 04/05

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 12,307,152	\$	\$ 12,307,152	\$ 12,307,152
Bond proceeds	54,188,725		54,188,725	54,188,725
Interlocal service agreements				
Reallocated from completed projects		78,809	78,809	78,809
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>66,495,877</u>	<u>78,809</u>	<u>66,574,686</u>	<u>66,574,686</u>
Expenditures and Other Financing Uses				
Legal services	59,468		59,468	59,468
Purchased professional and technical services	5,384,288	544,199	5,928,487	5,928,487
Land and improvements				
Construction services	53,620,375	6,117,093	59,737,468	59,737,468
Equipment purchases				
Total expenditures	<u>59,064,131</u>	<u>6,661,292</u>	<u>65,725,423</u>	<u>65,725,423</u>
Other Financing Uses				
Transfers Out	<u>473,993</u>		<u>473,993</u>	<u>473,993</u>
Total financing uses	<u>473,993</u>		<u>473,993</u>	<u>473,993</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 6,957,753</u>	<u>\$ (6,582,483)</u>	<u>\$ 375,270</u>	<u>\$ 375,270</u>

Additional Project Information:

Project Number	SP 1170-058-04-1000
Grant Date	8/25/2004
Bond Authorization Date	12/14/2004
Bonds Authorized	
Bonds Issued	
Original Authorized Cost	\$ 66,495,877
Additional Authorized Cost	\$ 78,809
Revised Authorized Cost	\$ 66,574,686

Percentage Increase Over Original Authorized Cost	0.12%
Percent of Completion	99.43%
Original Target Completion Date	2008
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

High School Reroofing Project 04/05

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 2,583,207	\$ (757,657)	\$ 1,825,550	\$ 1,825,550
Commissioner approved lease purchase	<u>3,874,811</u>	<u> </u>	<u>3,874,811</u>	<u>3,874,811</u>
Total revenues	<u>6,458,018</u>	<u>(757,657)</u>	<u>5,700,361</u>	<u>5,700,361</u>
Expenditures and Other Financing Uses				
Legal services	20,624		20,624	20,624
Purchased professional and technical services	485,904		485,904	485,904
Construction services	<u>4,061,490</u>	<u> </u>	<u>4,061,490</u>	<u>4,061,490</u>
Total expenditures	<u>4,568,017</u>	<u> </u>	<u>4,568,017</u>	<u>4,568,017</u>
Other Financing Sources/(Uses)				
Transfers In		1,656	1,656	1,656
Transfers Out	<u>(1,134,000)</u>	<u> </u>	<u>(1,134,000)</u>	<u>(1,134,000)</u>
Net total financing uses	<u>(1,134,000)</u>	<u>1,656</u>	<u>(1,132,344)</u>	<u>(1,132,344)</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 756,001</u>	<u>\$ (756,000)</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	SP 1170-050-04-4000
Grant Date	8/24/2004
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 6,458,018
Additional Authorized Cost	\$ (757,657)
Revised Authorized Cost	\$ 5,700,361

Percentage Increase Over Original Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2008
Revised Target Completion Date	2008

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

High School Cullinary Arts Labs

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 139,900	\$	\$ 139,900	\$ 139,900
Transfer from capital outlay	269,100	_____	269,100	269,100
Total revenues	<u>409,000</u>	_____	<u>409,000</u>	<u>409,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	32,000	_____	32,000	32,000
Construction services	377,000	_____	377,000	377,000
Total expenditures	<u>409,000</u>	_____	<u>409,000</u>	<u>409,000</u>
Excess(deficiency) of revenues over (under) expenditures	\$ _____	\$ _____	\$ _____	\$ _____

Additional Project Information:

Project Number	SP 1170-050-04-3000
Grant Date	8/25/2004
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$409,000
Additional Authorized Cost	
Revised Authorized Cost	\$409,000

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2005
Revised Target Completion Date	2006

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009

High School Sound System

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 20,644	\$	\$ 20,644	\$ 20,644
Transfer from capital outlay	<u>54,225</u>	<u></u>	<u>54,225</u>	<u>54,225</u>
Total revenues	<u>74,869</u>	<u></u>	<u>74,869</u>	<u>74,869</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	7,751		7,751	7,751
Construction services	<u>43,860</u>	<u></u>	<u>43,860</u>	<u>43,860</u>
Total expenditures	<u>51,611</u>	<u></u>	<u>51,611</u>	<u>51,611</u>
Other Financing Uses				
Transfers Out	<u>23,258</u>	<u></u>	<u>23,258</u>	<u>23,258</u>
Total financing uses	<u>23,258</u>	<u></u>	<u>23,258</u>	<u>23,258</u>
Excess(deficiency) of revenues over (under) expenditures	\$ <u></u>	\$ <u></u>	\$ <u></u>	\$ <u></u>

Additional Project Information:

Project Number	SP 1170-050-04-2000
Grant Date	11/10/2003
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 74,869
Additional Authorized Cost	
Revised Authorized Cost	\$ 74,869

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2005
Revised Target Completion Date	2005

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Remedial Site Work - Bowne

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 58,218	\$	\$ 58,218	\$ 58,218
Transfer from capital outlay	119,992	_____	119,992	119,992
Total revenues	178,210	_____	178,210	178,210
Expenditures and Other Financing Uses				
Purchased professional and technical services	13,441	_____	13,441	13,441
Construction services	130,760	_____	130,760	130,760
Total expenditures	144,201	_____	144,201	144,201
Other Financing Uses				
Transfers Out	34,009	_____	34,009	34,009
Total financing uses	34,009	_____	34,009	34,009
Excess(deficiency) of revenues over (under) expenditures	\$ _____	\$ _____	\$ _____	\$ _____

Additional Project Information:

Project Number	SP 1170-060-04-1000
Grant Date	8/28/2003
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 21,776
Additional Authorized Cost	
Revised Authorized Cost	\$ 178,210

Percentage Increase Over Original Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2005
Revised Target Completion Date	2005

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**East Brunswick High School
Ceiling and Lighting Project**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 503,692	\$	\$ 503,692	\$ 503,692
Transfer from capital outlay	<u>913,982</u>	<u> </u>	<u>913,982</u>	<u>913,982</u>
Total revenues	<u>1,417,674</u>	<u> </u>	<u>1,417,674</u>	<u>1,417,674</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	575		575	575
Construction services	1,415,034		1,415,034	1,415,034
Total expenditures	<u>1,415,609</u>	<u> </u>	<u>1,415,609</u>	<u>1,415,609</u>
Other Financing Uses				
Transfers Out	<u>2,065</u>	<u> </u>	<u>2,065</u>	<u>2,065</u>
Total financing uses	<u>2,065</u>	<u> </u>	<u>2,065</u>	<u>2,065</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	SP 1170-050-02-1108
Grant Date	8/26/2002
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,417,674
Additional Authorized Cost	
Revised Authorized Cost	\$ 1,417,674

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2005
Revised Target Completion Date	2005

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Churchhill Renovation and Addition

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 10,733,634	\$	\$ 10,733,634	\$ 10,733,634
Bond proceeds and transfers	16,100,000		16,100,000	16,100,000
Transfer from capital outlay				
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	26,833,634		26,833,634	26,833,634
Expenditures and Other Financing Uses				
Purchased professional and technical services	2,786,257 E		2,786,257	2,786,257
Land and improvements				
Construction services	24,042,338 E	5,038	24,047,377	24,047,377
Equipment purchases				
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	26,828,595	5,038	26,833,634	26,833,634
Excess(deficiency) of revenues over (under) expenditures	\$ 5,038	\$ (5,038)	\$	\$

Additional Project Information:

Project Number	10-B	SP 201030
Grant Date		2001-2002
Bond Authorization Date		
Bonds Authorized		\$ 16,100,000
Bonds Issued		\$ 16,100,000
Original Authorized Cost		\$ 26,833,634
Additional Authorized Cost		
Revised Authorized Cost		\$ 26,833,634

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2003
Revised Target Completion Date	2009

E = Estimated

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

East Brunswick High School - ILSA 2001

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Interlocal service agreements	\$ 1,500,000	\$	\$ 1,500,000	\$ 1,500,000
Earnings on interlocal service agreements	2,291		2,291	2,291
Contributions from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>1,502,291</u>		<u>1,502,291</u>	<u>1,502,291</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	143,289 E		143,289	143,289
Land and improvements				
Construction services	1,354,192 E		1,354,192	1,354,192
Equipment purchases	<u>4,810</u>		<u>4,810</u>	<u>4,810</u>
Total expenditures	<u>1,502,291</u>		<u>1,502,291</u>	<u>1,502,291</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	10-C
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,500,000
Additional Authorized Cost	\$ 2,291
Revised Authorized Cost	\$ 1,502,291

Percentage Increase Over Original Authorized Cost	0.15%
Percent of Completion	100.00%
Original Target Completion Date	2004
Revised Target Completion Date	2008

E = Estimated

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

ILSA - 2003 - Churchhill Renovations
10_D

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$	\$	\$	\$
Bond proceeds and transfers				
Interlocal service agreements	2,500,000		2,500,000	2,500,000
Earnings on interlocal service agreements				
Contributions from private sources				
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>2,500,000</u>		<u>2,500,000</u>	<u>2,500,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and Improvements				
Construction services	2,010,638	3,105	2,013,743	2,013,743
Supplies and materials	337,665		337,665	337,665
Equipment purchases	143,673		143,673	143,673
Total expenditures	<u>2,491,977</u>	<u>3,105</u>	<u>2,495,082</u>	<u>2,495,082</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 8,023</u>	<u>\$ (3,105)</u>	<u>\$ 4,918</u>	<u>\$ 4,918</u>
Additional Project Information:				
Project Number		10-D		
Grant Date		N/A		
Bond Authorization Date		N/A		
Bonds Authorized		N/A		
Bonds Issued		N/A		
Original Authorized Cost		\$ 2,500,000		
Additional Authorized Cost				
Revised Authorized Cost		\$ 2,500,000		
Percentage Increase Over Original Authorized Cost				
Percent of Completion		99.80%		
Original Target Completion Date		2005		
Revised Target Completion Date		2009		

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**High School Additions and Renovations
1999**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Lease purchase agreement	\$ 14,320,000	\$ _____	\$ 14,320,000	\$ 14,320,000
Total revenues	<u>14,320,000</u>	<u>_____</u>	<u>14,320,000</u>	<u>14,320,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	1,432,000	E	1,432,000	1,432,000
Construction services	12,887,998	_____	12,887,998	12,887,998
Total expenditures	<u>14,319,998</u>	<u>_____</u>	<u>14,319,998</u>	<u>14,319,998</u>
Other Financing Uses				
Transfers Out	2	_____	2	2
Total financing uses	<u>2</u>	<u>_____</u>	<u>2</u>	<u>2</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ _____</u>

Additional Project Information:

Project Number	199
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$14,320,000
Additional Authorized Cost	
Revised Authorized Cost	\$14,320,000

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2003
Revised Target Completion Date	2006

E = Estimated

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**Churchill Underground Sprinkler System
06/07**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing				
Sources				
State sources - SCC Grant	\$	\$	\$	\$
Commissioner approved lease purchase				
Interlocal service agreements				
Special purposes grant	50,000		50,000	50,000
Transfer from capital reserve				
Transfer from capital outlay	<u>169,500</u>	<u> </u>	<u>169,500</u>	<u>169,500</u>
Total revenues	<u>219,500</u>	<u> </u>	<u>219,500</u>	<u>219,500</u>
Expenditures and Other Financing				
Uses				
Purchased professional and technical services				
Construction services	<u>219,500</u>	<u> </u>	<u>219,500</u>	<u>219,500</u>
Total expenditures	<u>219,500</u>	<u> </u>	<u>219,500</u>	<u>219,500</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	
Grant Date	
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 219,500
Additional Authorized Cost	
Revised Authorized Cost	\$ 219,500

Percentage Increase Over Original Authorized Cost

Percent of Completion	100.00%
Original Target Completion Date	2008
Revised Target Completion Date	2008

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**Frost Heating and Piping Replacement
06/07**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$ 212,797	\$	\$ 212,797	\$ 212,797
Commissioner approved lease purchase	397,195		397,195	397,195
Transfer from capital outlay				
Reallocated from completed capital projects	<u>36,581</u>	<u> </u>	<u>36,581</u>	<u>36,581</u>
Total revenues	<u>646,573</u>	<u> </u>	<u>646,573</u>	<u>646,573</u>
Expenditures and Other Financing Uses				
Legal services				
Purchased professional and technical services	102,070	4,065	106,135	106,135
Land and improvements				
Construction services	<u>272,397</u>	<u>196,001</u>	<u>468,398</u>	<u>468,398</u>
Total expenditures	<u>374,467</u>	<u>200,066</u>	<u>574,534</u>	<u>574,534</u>
Other Financing Uses				
Transfers out - intrafund	<u> </u>	<u>72,040</u>	<u>72,040</u>	<u>72,040</u>
	<u> </u>	<u>72,040</u>	<u>72,040</u>	<u>72,040</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 272,106</u>	<u>\$ (272,106)</u>	<u> </u>	<u> </u>

Additional Project Information:

Project Number	SP 1170-130-05-1000
Grant Date	3/14/2007
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 646,573
Additional Authorized Cost	
Revised Authorized Cost	\$ 646,573

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	100.00%
Original Target Completion Date	2008
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**EBHS Athletic Fields
06/07**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$	\$	\$	\$
Commissioner approved lease purchase				
Transfer from capital outlay	<u>450,000</u>	<u> </u>	<u>450,000</u>	<u>450,000</u>
Total revenues	<u>450,000</u>	<u> </u>	<u>450,000</u>	<u>450,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Construction services	<u>450,000</u>	<u> </u>	<u>450,000</u>	<u>450,000</u>
Total expenditures	<u>450,000</u>	<u> </u>	<u>450,000</u>	<u>450,000</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Additional Project Information:

Project Number	921
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 450,000
Additional Authorized Cost	
Revised Authorized Cost	\$ 450,000

Percentage Increase Over Original Authorized Cost

Percent of Completion	100.00%
Original Target Completion Date	2007
Revised Target Completion Date	2008

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**Security Systems
06/07**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$	\$	\$	\$
Commissioner approved lease purchase				
Transfer from capital outlay	<u>730,000</u>	<u> </u>	<u>730,000</u>	<u>730,000</u>
Total revenues	<u>730,000</u>	<u> </u>	<u>730,000</u>	<u>730,000</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	57,256	9,936	67,192	67,192
Construction services	<u> </u>	<u>420,963</u>	<u>420,963</u>	<u>420,963</u>
Total expenditures	<u>57,256</u>	<u>430,900</u>	<u>488,156</u>	<u>488,156</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 672,744</u>	<u>\$ (430,900)</u>	<u>\$ 241,844</u>	<u>\$ 241,844</u>

Additional Project Information:

Project Number	922
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$730,000
Additional Authorized Cost	
Revised Authorized Cost	\$730,000

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	66.87%
Original Target Completion Date	2008
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

**Various Capital Projects
06/07**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$	\$	\$	\$
Commissioner approved lease purchase				
Lease purchase agreements	2,673,305		2,673,305	2,673,305
Interlocal service agreements				
Reallocated from completed projects		72,040	72,040	72,040
Transfer from capital reserve				
Transfer from capital outlay				
Total revenues	<u>2,673,305</u>	<u>72,040</u>	<u>2,745,345</u>	<u>2,745,345</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services	194,687	8,034	202,721	202,721
Land and improvements				
Construction services	2,308,066	45,361	2,353,427	2,353,427
Supplies and materials	8,334		8,334	8,334
Equipment purchases				
Total expenditures	<u>2,511,087</u>	<u>53,395</u>	<u>2,564,482</u>	<u>2,564,482</u>
Other Financing Uses				
Transfers Out	<u>36,581</u>		<u>36,581</u>	<u>36,581</u>
Total financing uses	<u>36,581</u>		<u>36,581</u>	<u>36,581</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 125,637</u>	<u>\$ 18,644</u>	<u>\$ 144,281</u>	<u>\$ 144,281</u>

Additional Project Information:

Project Number	10-F
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,673,305
Additional Authorized Cost	\$72,040
Revised Authorized Cost	\$2,745,345

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	93.41%
Original Target Completion Date	2008
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

High School and Churchill Junior
High School Athletic Fields
07/08

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant	\$	\$	\$	\$
Commissioner approved lease purchase				
Lease purchase agreements				
Interlocal service agreements				
Contributions from private sources				
Transfer from capital reserve		1,700,000	1,700,000	1,700,000
Transfer from capital outlay				
Reallocated from completed capital projects	<u>1,134,001</u>	<u>45,949</u>	<u>1,179,950</u>	<u>1,179,950</u>
Total revenues	<u>1,134,001</u>	<u>1,745,949</u>	<u>2,879,950</u>	<u>2,879,950</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services	241,717	1,240,748	1,482,465	1,482,465
Supplies and materials				
Equipment purchases				
Total expenditures	<u>241,717</u>	<u>1,240,748</u>	<u>1,482,465</u>	<u>1,482,465</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 892,284</u>	<u>\$ 505,202</u>	<u>\$ 1,397,485</u>	<u>\$ 1,397,485</u>

Additional Project Information:

Project Number	923
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$1,134,001
Additional Authorized Cost	\$1,745,949
Revised Authorized Cost	\$2,879,950

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	51.48%
Original Target Completion Date	2008
Revised Target Completion Date	2009

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS
BUDGETARY BASIS
CAPITAL PROJECTS FUND
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2009**

Capital Lease 2008
07/08

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State sources - SCC Grant				
Commissioner approved lease purchase				
Lease purchase agreements	\$ 2,500,000		\$ 2,500,000	\$ 2,500,000
Transfer from special revenue fund		147,980	147,980	147,980
Total revenues	<u>2,500,000</u>	<u>147,980</u>	<u>2,647,980</u>	<u>2,647,980</u>
Expenditures and Other Financing Uses				
Purchased professional and technical services				
Land and improvements				
Construction services		958,338	958,338	958,338
Supplies and materials				
Equipment purchases				
Total expenditures		<u>958,338</u>	<u>958,338</u>	<u>958,338</u>
Excess(deficiency) of revenues over (under) expenditures	<u>\$ 2,500,000</u>	<u>\$ (810,358)</u>	<u>\$ 1,689,642</u>	<u>\$ 1,689,642</u>

Additional Project Information:

Project Number	10-G
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$2,500,000
Additional Authorized Cost	\$147,980
Revised Authorized Cost	\$2,647,980

Percentage Increase Over Original

Authorized Cost	
Percent of Completion	36.19%
Original Target Completion Date	2009
Revised Target Completion Date	2009

Enterprise Fund Detail Statements

Enterprise 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 is that the costs of providing goods or services be financed through user charges.

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PROPRIETARY FUND
STATEMENT OF NET ASSETS
JUNE 30, 2009**

	Business-Type Activities - Enterprise Fund			
	Major Programs			
	Food Service	ETTC	Adult & Community Program	Total Enterprise
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	\$ 124,530	\$ 40,754	\$ 617,540	\$ 782,824
Accounts receivable:				
State	2,263			2,263
Federal	28,100			28,100
Other	6,939	20,985	18,073	45,997
Inventories	85,242			85,242
Total current assets	247,074	61,739	635,613	944,426
Noncurrent assets:				
Furniture, machinery and equipment	566,102	8,868	13,841	588,811
Building improvements		57,586		57,586
	566,102	66,454	13,841	646,397
Less: accumulated depreciation	405,108	29,952	628	435,688
Total noncurrent assets	160,994	36,502	13,213	210,709
Total assets	\$ 408,068	\$ 98,241	\$ 648,827	\$ 1,155,136
<u>LIABILITIES</u>				
Current liabilities:				
Deferred revenue	\$	\$	\$ 86,691	\$ 86,691
Accounts payable	164,138	6,908	22,296	193,342
Accrued salaries	12,186	500	21,469	34,155
Total current liabilities	176,324	7,408	130,456	314,188
Noncurrent liabilities:				
Compensated absences	70,750	45,487	12,847	129,085
Total noncurrent liabilities	70,750	45,487	12,847	129,085
Total liabilities	\$ 247,074	\$ 52,895	\$ 143,303	\$ 443,272
<u>NET ASSETS</u>				
Invested in capital assets net of related debt	\$ 160,994	\$ 36,502	\$ 13,213	\$ 210,710
Unrestricted	8,844	492,310	501,154	
Total net assets	\$ 160,994	\$ 45,346	\$ 505,524	\$ 711,864

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	Business-Type Activities - Enterprise Fund			
	Major Programs			Total Enterprise
	Food Service	ETTC	Adult & Community Programs	
OPERATING REVENUES:				
Local Sources:				
Daily sales - Reimbursable programs	\$ 1,279,994	\$	\$	\$ 1,279,994
Daily sales - Non-reimbursable programs	747,278			747,278
Registration fees		245,399	1,544,496	1,789,895
Miscellaneous	120,685	250		120,935
Total operating revenues	2,147,958	245,649	1,544,496	3,938,102
OPERATING EXPENSES:				
Salaries	1,061,356	215,537	927,245	2,204,138
Employee benefits	466,516	51,472	140,589	658,577
Cost of sales	1,147,566			1,147,566
General supplies	138,950	1,163	43,852	183,965
Purchased professional and tech. services	1,807	29,130	17,800	48,737
Other purchased services	70,305	4,929	166,270	241,504
Registrations/Training/ Travel	2,251	1,266	1,288	4,805
Miscellaneous expenses	40	750	750	1,540
Depreciation	13,241	3,577	628	17,446
Total operating expenses	2,902,032	307,824	1,298,423	4,508,279
Operating income/(loss)	(754,074)	(62,175)	246,073	(570,176)
Nonoperating revenues/(expenses):				
State sources:				
State school lunch program	27,704			27,704
Federal sources:				
National school lunch program	346,150			346,150
Food distribution system	123,752			123,752
Interest revenue		1,672	11,457	13,128
Total nonoperating revenues/(expenses)	497,605	1,672	11,457	510,734
Net income/(loss) before operating transfers	(256,469)	(60,503)	257,530	(59,443)
Operating transfers:				
Operating transfer in/(out) - general fund	293,423		(100,000)	193,423
Change in net assets	36,954	(60,503)	157,530	133,981
Total net assets - beginning	124,040	105,849	347,994	577,883
Total net assets - ending	\$ 160,994	\$ 45,346	\$ 505,524	\$ 711,864

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2009**

	Business-Type Activities Enterprise Funds			
	Major Programs			Total Enterprise
	Food Service	ETTC Programs	Adult & Community Program	
<u>Cash Flows from Operating Activities</u>				
Receipts from Customers	\$ 2,151,139	\$ 232,060	\$ 1,516,270	\$ 3,899,468
Payments to Employees	(1,058,837)	(215,037)	(907,595)	(2,181,469)
Payments to Suppliers	(1,741,462)	(76,138)	(376,127)	(2,193,728)
Net Cash Provided by/(Used for) Operating Activities	<u>(649,161)</u>	<u>(59,115)</u>	<u>232,547</u>	<u>(475,729)</u>
<u>Cash Flows from Noncapital Financing Activities</u>				
State Sources	27,467			27,467
Federal Sources	464,883			464,883
Operating Transfers from/(to) Other Funds	293,423		(100,000)	193,423
Net Cash Provided by/(Used for) Noncapital Financing Activities	<u>785,774</u>		<u>(100,000)</u>	<u>685,773</u>
<u>Cash Flows from Investing Activities</u>				
Asset acquisitions	(50,195)		(13,841)	(64,036)
Interest		1,672	11,457	13,129
Net Increase/(Decrease) in Cash and Cash Equivalents	86,418	(57,443)	130,163	159,136
Balances - Beginning of Year	38,112	98,199	487,377	623,688
Balances - End of Year	<u>\$ 124,530</u>	<u>\$ 40,756</u>	<u>\$ 617,540</u>	<u>\$ 782,824</u>
<u>Reconciliation of Operating Income/ (Loss) to Net Cash Provided (Used) by Operating Activities</u>				
Operating Gain/(Loss)	\$ (754,074)	\$ (62,175)	\$ 246,073	\$ (570,176)
Adjustments to Reconcile Operating Loss to Cash Provided/(Used) by Operating Activities:				
Depreciation	13,241	3,577	628	17,446
Change in Assets and Liabilities:				
(Increase)/Decrease in accounts receivable	3,181	(13,590)	(13,393)	(23,802)
(Decrease)/Increase in accrued salaries	2,519	500	19,650	22,669
(Decrease)/ Increase in compensated absences payable	1,751	11,984	(7,812)	5,924
Increase/(Decrease) in deferred revenue			(14,832)	(14,832)
(Increase)/Decrease in inventory	(19,627)			(19,627)
Increase/(Decrease) in accounts payable	103,849	588	2,233	106,670
Total Adjustments	<u>104,914</u>	<u>3,059</u>	<u>(13,526)</u>	<u>94,447</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (649,161)</u>	<u>\$ (59,116)</u>	<u>\$ 232,547</u>	<u>\$ (475,729)</u>

Fiduciary Funds Detail Statements

Trust funds are used to account for gifts and bequests to 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.

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2009

	<u>Unemployment Compensation Trust</u>	<u>Deferred Benefit Trust</u>	<u>Agency Fund</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 167,202	\$ 182,803	\$ 1,083,048
Accounts Receivable - Other			1,225
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 167,202</u>	<u>\$ 182,803</u>	<u>\$ 1,084,273</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 24,491	\$	\$ 41,635
Payable to Student Groups			447,217
Payroll Deductions and Withholdings			595,422
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>\$ 24,491</u>	<u>\$</u>	<u>\$ 1,084,273</u>
<u>NET ASSETS</u>			
Held in Trust for Unemployment Claims and Other Purposes	\$ 142,711	\$	\$
Reserved for Deferred Benefits		182,803	
	<u> </u>	<u> </u>	<u> </u>
	<u>\$ 142,711</u>	<u>\$ 182,803</u>	<u>\$</u>

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Unemployment Compensation Trust Fund</u>	<u>Deferred Benefit Trust</u>
<u>Additions</u>		
Contributions:		
Plan Members	\$ 117,969	\$
Board Contribution	10,000	
Other	<u>12,909</u>	<u> </u>
Total Contributions	140,878	
Investment Earnings:		
Interest	<u>2,910</u>	<u>2,986</u>
Total Additions	<u>143,787</u>	<u>2,986</u>
<u>Deductions</u>		
Unemployment Claims and Assessment	<u>179,612</u>	<u> </u>
Total Deductions	<u>179,612</u>	<u> </u>
Change in Net Assets	(35,825)	2,986
Total Net Assets - Beginning	<u>178,536</u>	<u>179,818</u>
Total Net Assets - Ending	<u>\$ 142,711</u>	<u>\$ 182,803</u>

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	Balance <u>July 1, 2008</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Balance <u>June 30, 2009</u>
<u>ELEMENTARY SCHOOLS</u>				
Bowne-Munroe	\$ 8,815	\$ 17,183	\$ 18,748	\$ 7,250
Central	10,237	13,922	15,321	8,837
Irwin	425	16,163	16,086	502
Lawrence Brook	5,677	26,534	25,850	6,361
Memorial	676	16,051	16,402	325
Murray A. Chittick	18,707	27,193	29,786	16,114
Robert Frost	7,028	10,980	12,133	5,875
Warnsdorfer	11,245	23,540	23,365	11,420
	<u>62,810</u>	<u>151,566</u>	<u>157,691</u>	<u>56,685</u>
<u>JUNIOR HIGH SCHOOL</u>				
Churchill	95,634	87,922	81,875	101,681
Hammarskjold	40,937	115,505	120,237	36,205
	<u>136,571</u>	<u>203,427</u>	<u>202,113</u>	<u>137,886</u>
<u>SENIOR HIGH SCHOOLS</u>				
East Brunswick	284,127	591,986	583,639	292,474
E.B.H.S. Athletic Fund	2,422	87,347	89,187	582
	<u>286,549</u>	<u>679,333</u>	<u>672,827</u>	<u>293,056</u>
Total all schools	\$ <u>485,930</u>	\$ <u>1,034,326</u>	\$ <u>1,032,630</u>	\$ <u>487,626</u>

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2009</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ <u>596,825</u>	\$ <u>87,542,880</u>	\$ <u>87,544,283</u>	\$ <u>595,422</u>
Total Assets	\$ <u><u>596,825</u></u>	\$ <u><u>87,542,880</u></u>	\$ <u><u>87,544,283</u></u>	\$ <u><u>595,422</u></u>
<u>LIABILITIES</u>				
Net Payroll	\$ 6,266	\$ 47,865,912	\$ 47,866,322	\$ 5,856
Payroll Deductions and Withholdings	<u>590,559</u>	<u>39,676,968</u>	<u>39,677,961</u>	<u>589,566</u>
Total Liabilities	\$ <u><u>596,825</u></u>	\$ <u><u>87,542,880</u></u>	\$ <u><u>87,544,283</u></u>	\$ <u><u>595,422</u></u>

Long-Term Debt

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
GENERAL LONG-TERM DEBT
STATEMENT OF SERIAL BONDS
JUNE 30, 2009**

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2008	Retired	Balance June 30, 2009
			Date	Amount				
School Bonds	5/16/2001	\$ 16,100,000.00	5/01/2010	\$ 720,000	4.750%	\$ 2,160,000	\$ 720,000	\$ 1,440,000
			5/01/2011	720,000	4.750%			
2001 Sub-total						<u>2,160,000</u>	<u>720,000</u>	<u>1,440,000</u>
School Bonds	3/8/2005	81,386,000.00	11/01/2009	1,810,000	4.250%	75,956,000	1,810,000	74,146,000
			11/01/2010	2,175,000	4.250%			
			11/01/2011	2,175,000	4.250%			
			11/01/2012	2,175,000	4.250%			
			11/01/2013	2,175,000	4.250%			
			11/01/2014	2,175,000	4.250%			
			11/01/2015	2,540,000	4.250%			
			11/01/2016	2,540,000	4.250%			
			11/01/2017	2,540,000	4.250%			
			11/01/2018	2,540,000	4.250%			
			11/01/2019	2,540,000	4.250%			
			11/01/2020	2,900,000	4.250%			
			11/01/2021	2,900,000	4.250%			
			11/01/2022	2,900,000	4.250%			
			11/01/2023	2,900,000	4.250%			
			11/01/2024	2,900,000	4.500%			
			11/01/2025	3,260,000	4.500%			
			11/01/2026	3,260,000	4.500%			
			11/01/2027	3,260,000	4.500%			
			11/01/2028	3,260,000	4.500%			
			11/01/2029	3,260,000	4.500%			
			11/01/2030	3,620,000	4.500%			
			11/01/2031	3,620,000	4.500%			
			11/01/2032	3,620,000	4.625%			
			11/01/2033	3,620,000	4.625%			
			11/01/2034	3,481,000	4.625%			
2005 Sub-total						<u>75,956,000</u>	<u>1,810,000</u>	<u>74,146,000</u>
School Refunding Bonds	3/15/2007	10,825,000.00	05/01/10	10,000	4.000%	10,650,000	10,000	10,640,000
			05/01/11	15,000	4.000%			
			05/01/12	735,000	4.000%			
			05/01/13	905,000	4.000%			
			05/01/14	900,000	5.000%			
			05/01/15	900,000	5.000%			
			05/01/16	905,000	5.000%			
			05/01/17	905,000	5.000%			
			05/01/18	1,085,000	4.000%			
			05/01/19	1,085,000	4.000%			
			05/01/20	1,075,000	4.000%			
			05/01/21	1,065,000	4.000%			
			05/01/22	1,055,000	4.000%			
2007 Sub-total								
Grand totals						<u>\$ 88,766,000</u>	<u>\$ 2,540,000</u>	<u>\$ 86,226,000</u>

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF LEASE PURCHASE OBLIGATIONS PAYABLE
JUNE 30, 2009

<u>Vendor</u>	<u>Interest Rate Payable</u>	<u>Amount of Original Issue</u>	<u>Balance June 30, 2008</u>	<u>Retired</u>	<u>Balance June 30, 2009</u>
Construction to Various Schools Lease with East Brunswick Township (1996 Agreement)	4.36%	\$ 9,000,000	\$ 5,069,324	\$ 472,007	\$ 4,597,317
Additions and Renovations to High School - Lease with East Brunswick Township (1999 Agreement)	4.23%	14,320,000	9,228,570	659,162	8,569,408
Improvements to the High School - Lease With East Brunswick Township (2005)	Variable	6,458,018	1,874,811	1,500,000	374,811
			<u>\$ 16,172,705</u>	<u>\$ 2,631,169</u>	<u>\$ 13,541,536</u>

**BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BUDGETARY COMPARISON SCHEDULE
LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues</u>				
Local Sources:				
Tax Levy	\$ 8,651,094	\$ 8,651,094	\$ 8,651,094	\$
State Sources:				
Debt Service State Support	<u>494,069</u>	<u>494,069</u>	<u>494,069</u>	<u> </u>
Total Revenues	<u>9,145,163</u>	<u>9,145,163</u>	<u>9,145,163</u>	<u> </u>
<u>Expenditures</u>				
Principal Payments - Comm Approved Lease Purchase Agm.	2,631,169	2,631,169	2,631,169	
Interest for Commissioner Approved Lease Purchase Agm.	696,200	696,200	670,030	26,170
Interest on Bonds	3,871,522	3,871,522	3,871,521	1
Redemption of Bond Principal	<u>2,540,000</u>	<u>2,540,000</u>	<u>2,540,000</u>	<u> </u>
Total Expenditures	<u>9,738,891</u>	<u>9,738,891</u>	<u>9,712,720</u>	<u>26,171</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(593,728)	(593,728)	(567,557)	26,171
Fund Balance, July 1	<u>725,059</u>	<u>725,059</u>	<u>725,059</u>	<u> </u>
Fund Balance, June 30	\$ <u>131,331</u>	\$ <u>131,331</u>	\$ <u>157,502</u>	\$ <u>26,171</u>

BOARD OF EDUCATION
EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2009

<u>Series</u>	<u>Interest Rate Payable</u>	<u>Amount of Original Issue</u>	<u>Amount Outstanding June 30, 2008 (As Adjusted)</u>	<u>Issued Current Year</u>	<u>Retired Current Year</u>	<u>Amount Outstanding June 30, 2009</u>
2008-09 TD Equipment Leases	3.22%	\$ 2,690,000	\$	\$ 2,690,000	\$ 387,800	\$ 2,302,200
2006-08 Chase Equipment Leasing	3.96%	3,370,834	<u>6,818,351</u>	<u> </u>	<u>1,825,357</u>	<u>4,992,994</u>
			<u>\$ 6,818,351</u>	<u>\$ 2,690,000</u>	<u>\$ 2,213,157</u>	<u>\$ 7,295,194</u>
Detail:						
Current Portion						\$ 2,427,743
Long-term Portion						<u>4,867,451</u>
						<u>\$ 7,295,194</u>

**Statistical Section
(Unaudited)**

East Brunswick Public Schools
Net Assets by Component,
Last Seven Fiscal Years
(accrual basis of accounting)
Unaudited

J-1

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities							
Invested in capital assets, net of related debt	\$ 33,721,076	\$ 32,308,286	\$ 36,823,877	\$ 44,993,912	\$ 70,499,208	\$ 72,866,718	\$ 86,461,356
Restricted	1,133,908	3,161,264	8,806,957	6,552,455	16,371,563	18,892,433	7,169,912
Unrestricted (deficit)	(2,432,866)	3,593,079	2,698,653	2,827,885	1,733,149	1,849,947	1,770,518
Total governmental activities net assets	\$ 32,422,118	\$ 39,062,630	\$ 48,329,487	\$ 54,374,252	\$ 88,603,920	\$ 93,609,098	\$ 95,401,786
Business-type activities							
Invested in capital assets, net of related debt	\$ 132,318	\$ 116,208	\$ 119,699	\$ 144,577	\$ 159,695	\$ 164,119	\$ 210,710
Restricted	198,871	407,048	462,963	409,431	421,655	413,764	501,154
Total business-type activities net assets	\$ 331,289	\$ 523,254	\$ 582,661	\$ 554,007	\$ 581,350	\$ 577,883	\$ 711,864
District-wide							
Invested in capital assets, net of related debt	\$ 33,853,394	\$ 32,424,492	\$ 36,943,576	\$ 45,138,489	\$ 70,658,904	\$ 73,030,837	\$ 86,672,066
Restricted	1,133,908	3,161,264	8,806,957	7,912,507	16,371,563	18,892,433	7,169,912
Unrestricted (deficit)	(2,233,895)	4,000,127	3,161,615	1,877,265	2,154,804	2,263,711	2,271,672
Total district net assets	\$ 32,753,407	\$ 39,585,694	\$ 48,912,148	\$ 54,928,260	\$ 89,185,270	\$ 94,186,981	\$ 96,113,649

Source: CAFR Schedule A-1 and District records.

Note: This table was required with the implementation of GASB 44 in fiscal year 2006. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented.

East Brunswick Public Schools
 Changes in Net Assets, Last Seven Fiscal Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental activities							
Instruction							
Regular	\$ 41,775,528	\$ 43,111,466	\$ 46,338,123	\$ 48,203,380	\$ 50,881,033	\$ 57,705,173	\$ 59,332,206
Special education	9,789,230	12,139,103	11,039,852	11,844,714	12,470,045	12,629,815	13,065,568
Other instruction	3,276,547	4,373,743	6,171,735	6,786,530	6,445,046	3,548,481	3,388,110
Support Services:							
Tuition	8,888,544	4,905,459	4,765,539	5,691,056	6,155,305	6,632,985	5,811,910
Student & instruction related services	17,024,724	17,586,710	18,788,435	19,213,988	20,347,826	21,821,101	21,468,166
School administrative services	4,984,666	4,948,918	5,287,535	5,602,830	5,834,646	6,697,842	6,947,845
General and Business administrative services	4,977,178	4,039,656	4,378,253	5,789,589	5,739,338	5,669,675	5,877,796
Plant operations and maintenance	8,677,888	9,518,076	10,314,539	10,135,783	11,895,444	15,474,047	14,158,101
Pupil transportation	6,144,321	8,697,119	6,168,154	9,482,472	10,093,494	10,848,274	9,891,898
Special Schools	421,741	262,143	265,368	303,858	283,477	272,254	32,304
Charter Schools					18,062	8,953	9,984
Interest on long-term debt	1,823,997	1,672,310	2,662,048	4,990,441	5,210,927	4,788,458	4,855,674
Total governmental activities expenses	107,544,346	111,254,702	118,189,581	128,024,459	135,275,644	145,912,038	144,639,359
Business-type activities:							
Food service	2,317,729	2,319,380	2,586,246	2,650,684	2,851,668	2,984,123	2,902,032
ETTC Program	220,363	303,122	263,410	342,134	325,113	300,013	307,824
Adult and Community Program	184,458	254,586	335,650	422,431	481,418	534,156	1,298,423
Total business-type activities expense	2,722,548	2,877,090	3,185,306	3,415,250	3,638,199	3,818,292	4,508,279
Total district expenses	\$ 110,266,893	\$ 114,131,792	\$ 121,384,887	\$ 131,439,709	\$ 138,913,843	\$ 149,730,330	\$ 149,147,637
Program Revenues							
Governmental activities:							
Charges for services:							
Instruction (tuition)	\$ 48,093	\$ 3,792	\$ 35,844	\$ 64,101	\$ 43,640	\$ 52,600	\$ 34,804
Operating grants and contributions	3,678,172	3,695,582	4,252,838	3,610,352	2,628,449	2,158,208	1,873,016
Total governmental activities program revenues	3,826,265	3,699,374	4,288,682	3,674,453	2,672,089	2,210,808	1,707,920

East Brunswick Public Schools
 Changes in Net Assets, Last Seven Fiscal Years
 (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
Business-type activities:							
Charges for services							
Food service	\$ 1,796,517	\$ 1,950,899	\$ 2,042,075	\$ 2,143,465	\$ 2,111,808	\$ 2,094,372	\$ 2,147,958
ETTC Program	201,851	231,942	240,163	313,200	242,971	249,794	245,649
Adult and Community Program	228,219	382,778	434,043	440,219	531,593	550,573	1,544,496
Operating grants and contributions	290,525	328,140	341,612	359,233	399,552	449,521	497,605
Total business type activities program revenues	2,517,112	2,893,659	3,057,892	3,256,116	3,285,924	3,344,260	4,435,708
Total district program revenues	\$ 6,443,378	\$ 6,482,842	\$ 7,348,374	\$ 6,930,570	\$ 5,858,012	\$ 5,555,068	\$ 6,143,628
Net (Expense)/Revenue							
Governmental activities	\$ (103,618,081)	\$ (107,685,318)	\$ (113,911,098)	\$ (124,350,006)	\$ (132,603,555)	\$ (143,701,230)	\$ (142,931,438)
Business-type activities	(205,438)	16,489	(127,415)	(159,133)	(352,276)	(474,032)	(72,571)
Total district-wide net expense	\$ (103,823,519)	\$ (107,648,850)	\$ (114,038,513)	\$ (124,509,139)	\$ (132,955,831)	\$ (144,175,262)	\$ (143,004,010)
General Revenues and Other Changes in Net Assets							
Governmental activities:							
Property taxes levied for general purposes, net	\$ 79,950,913	\$ 84,199,214	\$ 90,622,879	\$ 92,817,580	\$ 98,543,803	\$ 105,704,289	\$ 106,088,288
Taxes levied for debt service		2,532,633	2,417,598	6,269,461	6,386,428	7,344,256	8,651,094
Unrestricted grants and contributions	22,533,341	25,981,408	28,091,125	27,088,688	31,532,595	31,841,232	28,415,487
Restricted grants and contributions	1,171,492	725,080	2,871,408	591,736	1,600,522	4,422,882	2,506,405
Investment earnings	42,944	265,649		2,819,913	3,364,699	855,104	432,502
Miscellaneous Income	1,438,438	181,932	1,174,978	1,984,517	1,138,677	1,154,218	(910,161)
Transfers	(188,780)	(190,383)		(177,142)	(359,541)	(448,230)	(181,789)
Total governmental activities	104,949,347	113,695,563	123,177,956	131,394,771	142,207,182	150,873,751	144,989,849
Business-type activities:							
Investment earnings	10,663	7,968	10,464	17,812	20,077	22,335	13,128
Transfers	188,780	167,531	206,707	112,667	359,541	448,230	193,423
Total business-type activities	199,444	175,497	217,171	130,479	379,618	470,565	206,552
Total district-wide	\$ 105,148,791	\$ 113,871,060	\$ 123,395,126	\$ 131,525,251	\$ 142,586,800	\$ 151,344,316	\$ 145,196,399
Extraordinary Items							
Insurance Recoveries - Memorial School	\$	\$	\$	\$	\$	\$	\$ 607,195
Memorial School Fire Loss							(1,350,977)
Total Extraordinary Items	\$	\$	\$	\$	\$	\$	\$ (743,782)
Change in Net Assets							
Governmental activities	\$ 1,331,266	\$ 6,030,244	\$ 9,266,857	\$ 7,044,766	\$ 9,603,627	\$ 7,172,521	\$ 1,314,627
Business-type activities	(5,982)	181,968	89,756	(28,654)	27,343	(3,467)	133,981
Total district	\$ 1,325,274	\$ 6,222,210	\$ 9,356,613	\$ 7,016,111	\$ 9,630,970	\$ 7,169,054	\$ 1,448,608

Sources: CAFR Schedule A-2 and District records

Note: This table was prepared with the implementation of GASB 44 in fiscal year 2006. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented.

**East Brunswick Public Schools
Fund Balances, Governmental Funds,
Last Seven Fiscal Years
(modified accrual basis of accounting)
Unaudited**

J-3

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
General Fund							
Reserved	\$ 812,619	\$ 1,721,905	\$ 5,823,191	\$ 6,655,251	\$ 7,938,692	\$ 11,439,853	\$ 9,818,204
Unreserved	1,732,642	3,625,348	2,698,747	3,710,804	4,028,809	3,465,104	3,446,187
Total general fund	<u>\$ 2,345,262</u>	<u>\$ 5,347,253</u>	<u>\$ 8,521,938</u>	<u>\$ 10,366,055</u>	<u>\$ 11,967,501</u>	<u>\$ 14,904,957</u>	<u>\$ 13,264,390</u>
All Other Governmental Funds							
Reserved	\$ 8,490,281	\$ 2,157,561	\$ 111,529,950	\$ 101,533,422	\$ 36,614,135	\$ 5,694,005	\$ 3,221,962
Unreserved, reported in:							
Special revenue fund (deficit)	(19,116)				141,060	1,948,257	1,793,774
Capital projects fund					9,237,554	7,374,680	631,478
Debt service fund	90,322	2	779,571	819,917	1,543,233	725,059	157,502
Total all other governmental funds	<u>\$ 8,561,487</u>	<u>\$ 2,157,563</u>	<u>\$ 112,309,521</u>	<u>\$ 102,353,339</u>	<u>\$ 47,535,981</u>	<u>\$ 15,742,001</u>	<u>\$ 5,804,717</u>

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Source: CAFR Schedule B-1 and District records.

Note: This table was required with the implementation of GASB 44 in fiscal year 2006. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented.

East Brunswick Public Schools
Changes in Fund Balances, Governmental Funds,
Last Seven Fiscal Years
(modified accrual basis of accounting)
Unaudited

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
Revenues							
Tax levy	\$ 79,950,913	\$ 86,731,847	\$ 93,040,447	\$ 99,087,061	\$ 104,930,231	\$ 113,048,545	\$ 114,737,382
Tuition charges	48,093	3,792	35,644	64,101	43,640	52,600	34,904
Interest earnings							
Board Contribution	1,174,579						
Miscellaneous	1,670,100	447,582	1,376,306	4,804,430	4,503,375	4,500,757	2,165,724
State sources	24,576,456	27,350,940	55,171,825	28,547,421	32,890,362	33,513,345	28,781,346
Federal sources	2,818,831	2,941,150	3,412,109	2,998,977	2,871,204	2,750,769	2,813,562
Total revenue	110,238,971	117,475,309	153,036,331	135,501,991	145,238,812	153,866,016	149,532,918
Expenditures							
Instruction							
Regular instruction	33,532,850	33,785,789	36,446,885	37,493,770	38,714,353	42,853,159	45,417,776
Special education instruction	7,755,459	9,513,230	8,683,308	9,039,671	9,277,018	9,410,531	9,840,484
Other instruction	2,601,139	3,427,636	4,854,330	5,179,356	4,794,755	2,643,989	2,551,790
Support Services:							
Tuition	5,468,581	3,844,334	3,748,267	4,328,974	4,579,204	4,942,252	4,377,299
Student & instruction related services	13,955,441	13,782,437	14,777,895	14,663,774	15,137,648	16,259,000	16,168,967
School Administrative services	3,941,279	3,876,392	4,158,869	4,275,978	4,425,370	4,990,562	5,232,915
Business administrative services	4,052,656	4,030,041	4,276,104	4,539,292	4,382,622	4,379,376	4,588,725
Plant operations and maintenance	6,889,064	7,459,171	8,112,819	7,735,446	9,250,571	9,784,556	10,482,528
Pupil transportation	6,465,500	6,815,799	6,424,597	7,221,587	7,904,302	7,932,587	7,838,687
Unallocated employee benefits	19,607,788	21,871,558	23,280,418	26,644,835	30,597,181	33,323,931	30,301,813
Special Schools	334,806	205,437	224,454	231,746	210,691	202,857	24,330
Charter Schools						8,953	8,984
Capital outlay	18,951,578	8,825,032	7,844,005	14,482,617	62,557,404	38,728,462	15,264,412
Debt service:							
Principal	1,414,327	1,452,021	1,481,332	3,342,328	4,550,082	4,624,670	5,171,169
Interest and other charges	1,637,118	1,574,679	1,510,625	5,427,185	4,717,272	4,744,208	4,541,551
Total expenditures	126,607,586	120,465,565	125,815,938	144,606,559	201,098,673	184,827,123	161,822,610
Excess (Deficiency) of revenues over (under) expenditures	(16,368,615)	(2,990,256)	27,220,394	(9,104,568)	(55,859,861)	(30,961,107)	(12,289,692)
Other Financing sources (uses)							
Capital leases (non-budgeted)			30,972	378,233			
Bond proceeds			81,368,000				
Cancellation of prior year's receivables		(16,580)	(38,644)			(37,282)	(943,379)
Lease purchase proceeds	2,500,000			800,000	2,673,305	2,500,000	2,690,000
Commissioner approved lease purchase					397,195		
Interlocal service agreements - Township			3,674,811				
Insurance recoveries - Memorial School							607,195
Memorial School fire loss							(1,350,977)
Accrued interest			138,647				
Transfers to Charter School		(4,038)	(4,709)	(18,788)	(19,062)		
Transfers in		422,168	1,710,908	95,704	1,357,000	68,055	598,997
Transfers out	(188,780)	(581,904)	(993,737)	(272,846)	(1,716,541)	(517,285)	(790,766)
Total other financing sources (uses)	2,311,220	(190,363)	68,106,249	982,304	2,691,897	2,014,488	811,070
Net change in fund balances	\$ (14,057,395)	\$ (3,180,619)	\$ 113,326,643	\$ (8,122,263)	\$ (53,167,964)	\$ (28,946,619)	\$ (11,478,621)
Debt service as a percentage of noncapital expenditures	2.8%	2.7%	2.5%	6.7%	6.7%	6.4%	6.6%

Source: CAFR Schedule B-2

Note: This table was required with the implementation of GASB 44 in fiscal year 2006. This information is presented back to the year of implementation of GASB 34 and additional years will be added until ten years are presented.

East Brunswick Public Schools
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Tuition Revenue</u>	<u>Rentals</u>	<u>Misc.</u>	<u>Annual Totals</u>
2000		\$ 35,966		\$ 1,467,857	\$ 1,503,823
2001		8,589		916,116	924,705
2002		26,487		391,977	418,464
2003	161,762	48,093	48,652	1,134,790	1,393,296
2004	265,586	3,792	56,141	30,813	356,332
2005	398,999	35,644	75,892	85,848	596,383
2006	2,819,913	64,101		1,984,517	4,868,531
2007	1,034,096	43,640	101,545	345,291	1,524,571
2008	855,104	52,600	101,446	224,285	1,233,435
2009	432,502	34,904	109,661	387,682	964,749

Source: District Records

Note: For fiscal years ending June 30, 1999 through June 30, 2002, interest on investments and rentals were included within miscellaneous income.

East Brunswick Public Schools
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Years
 Unaudited

Year Ended December 31,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Ratio to True Value	Aggregate True Value
2000	18,597,400	1,397,462,100	3,099,200	370,854,400	117,352,900	33,814,700	1,941,180,700	6,826,409	1,948,007,109	3.29	52.63	3,688,353,981
2001	15,896,800	1,414,795,800	2,629,600	382,799,900	117,352,900	33,814,700	1,967,289,700	6,818,652	1,974,108,352	3.55	49.80	3,950,380,924
2002	19,938,800	1,426,099,600	2,515,800	382,759,100	111,821,300	33,814,700	1,976,949,300	6,458,169	1,983,407,469	3.86	45.43	4,351,638,345
2003	23,795,000	1,450,365,800	2,845,500	380,589,400	111,135,800	33,814,700	2,002,546,200	6,080,384	2,008,626,584	4.17	41.50	4,825,412,530
2004	18,710,900	1,481,859,100	2,866,400	385,686,700	110,709,900	33,814,700	2,033,647,700	5,137,447	2,038,785,147	4.41	36.90	5,511,240,379
2005	17,435,400	1,498,193,000	2,898,700	384,725,700	102,999,500	33,814,700	2,020,067,000	4,724,877	2,024,791,877	4.75	31.62	6,389,849,779
2006	17,124,700	1,505,091,200	2,854,000	362,714,600	100,762,600	33,814,700	2,022,361,800	4,111,796	2,026,473,596	5.03	28.41	7,118,485,744
2007	18,878,000	1,515,720,500	2,842,300	349,214,100	96,603,700	32,110,300	2,015,368,900	3,720,999	2,019,089,899	5.40	26.23	7,683,449,867
2008	17,546,800	1,525,984,300	3,012,800	342,894,700	95,344,300	32,988,700	2,017,751,600	3,641,776	2,021,393,376	5.64	25.06	8,051,682,362
2009	17,766,700	1,528,947,400	3,012,800	339,965,000	94,814,900	35,525,900	2,020,032,700	3,585,743	2,023,618,443	5.65	24.48	8,251,767,565

Source: District records, Abstract of Ratables, Table of Aggregates & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

**East Brunswick Public Schools
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**

J-7

(rate per \$100 of assessed value)

Unaudited

Year Ended December 31,	East Brunswick Public Schools			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	East Brunswick Township	Middlesex County	Municipal Open Space	Middlesex County Open Space	
2000	\$ 3.210	\$ 0.080	\$ 3.290	\$ 0.980	\$ 0.750	\$ 0.020	\$ 0.020	\$ 5.060
2001	3.470	0.080	3.550	1.010	0.780	0.020	0.020	5.380
2002	3.790	0.070	3.860	1.041	0.830	0.021	0.068	5.820
2003	4.040	0.130	4.170	1.100	0.860	0.020	0.070	6.220
2004	4.280	0.130	4.410	1.110	0.890	0.020	0.080	6.510
2005	4.630	0.120	4.750	1.190	0.900	0.020	0.100	6.960
2006	4.720	0.310	5.030	1.270	0.960	0.020	0.090	7.370
2007	5.078	0.320	5.398	1.402	0.975	0.020	0.115	7.910
2008	5.240	0.395	5.635	1.495	1.020	0.020	0.120	8.290
2009	5.242	0.407	5.649	1.692	1.086	0.020	0.123	8.570

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Source: District Records and Municipal Tax Collector

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

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.

**East Brunswick Public Schools
Principal Property Taxpayers,
Current Year and Ten Years Ago
Unaudited**

Taxpayer	2009			1999		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Brunswick Square Mall	\$ 30,852,400		1.53%	\$ 38,556,000	1	2.08%
Tower I	19,050,500		0.94%	31,500,000	2	1.70%
Tower II	19,256,100		0.95%	31,000,000	3	1.67%
Mid State Mall	19,647,600		0.97%	19,154,000	4	1.03%
Tower Center Hotel	13,500,000		0.67%			0.57%
Wyndmoor Apartments				10,500,000	5	
East Brunswick VF, LLC	9,000,000		0.45%	9,687,000	6	0.52%
Sam's Club	9,630,000		0.48%			
L.P.E. Partners				8,115,000	7	0.44%
Toll JM EB, LLC	9,038,400		0.45%	7,404,400	8	0.40%
CVEB	8,093,000		0.40%	-		
Belmont Associates (K Mart)	8,456,600		0.42%	-		
Aetna Life Insurance Co.				7,076,900	9	0.30%
Total				6,080,600	10	0.33%
	<u>\$ 146,524,600</u>		<u>7.25%</u>	<u>\$ 169,073,900</u>		<u>9.04%</u>

Source: District CAFR & Municipal Tax Assessor

**East Brunswick Public Schools
Property Tax Levies and Collections,
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	
2000	\$ 61,447,183	\$ 61,447,183	100.00%	-
2001	66,806,679	66,806,679	100.00%	-
2002	73,426,343	73,426,343	100.00%	-
2003	79,950,913	79,950,913	100.00%	-
2004	86,731,847	86,731,847	100.00%	-
2005	93,040,447	93,040,447	100.00%	-
2006	99,087,061	99,087,061	100.00%	-
2007	104,930,231	104,930,231	100.00%	-
2008	105,704,289	105,704,289	100.00%	-
2009	106,086,288	106,086,288	100.00%	-

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

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.

**East Brunswick Public Schools
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited**

J-10

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Capital Leases	Lease Purchase Obligations			
1999 \$		\$ 95,723	\$ 24,425,734	\$ 24,521,457	*	\$ 525
2000		95,723	24,590,395	24,686,118	*	528
2001	16,100,000	70,062	27,592,597	43,762,658	*	933
2002	16,100,000	54,317	25,068,056	41,222,372	*	873
2003	15,565,000		27,568,056	43,133,056	*	907
2004	15,030,000		22,376,305	37,406,305	*	783
2005	95,881,000	19,500	23,794,784	119,695,284	*	2,506
2006	93,536,000	388,170	23,947,328	117,871,497	*	2,471
2007	91,306,000	2,697,468	18,912,374	112,915,842	*	2,395
2008	88,766,000	7,296,412	16,172,705	112,235,117	*	*
2009	86,226,000	7,295,194	13,541,536	107,062,730	*	*

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Source: District CAFR Schedules I-1, I-2, I-4

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

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

b Includes Early Retirement Incentive Plan (ERIP) refunding

* District personal income information is not available.

** Information not available.

East Brunswick Public Schools
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions			
2000		-	-		-
2001 \$	16,100,000	-	\$ 16,100,000	0.82%	\$ 343
2002	16,100,000	-	16,100,000	0.81%	341
2003	15,565,000	-	15,565,000	0.78%	327
2004	15,030,000	-	15,030,000	0.74%	315
2005	95,881,000	-	95,881,000	4.75%	2,007
2006	93,536,000	-	93,536,000	4.63%	1,961
2007	91,306,000	-	91,306,000	4.53%	1,936
2008	88,766,000	-	88,766,000	4.40%	*
2009	86,226,000	-	86,226,000	4.27%	*

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Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
^a See Exhibit NJ J-6 for property tax data.
^b Population data can be found in Exhibit NJ J-14.

**East Brunswick Public Schools
 Ratios of Overlapping Governmental Activities Debt
 As of June 30, 2009
 Unaudited**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
East Brunswick Township (as of 12/31/08)	\$ 120,573,909	100.000%	\$ 120,573,909
Other debt			
East Brunswick Sewerage Authority as of 12/31/08	7,183,000	100.000%	7,183,000
Middlesex County as of 12/31/08	574,063,209	7.000%	40,184,424
Middlesex County Utility Authority as of 12/31/08	246,000,000	4.800%	11,808,000
Subtotal, overlapping debt			179,749,333
East Brunswick Public Schools Direct Debt			107,062,730
Total direct and overlapping debt			<u>\$ 286,812,063</u>

Sources: District Records, East Brunswick Township Official Statement

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

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

Legal Debt Margin Calculation for Fiscal Year 2009

	Equalized valuation basis	
	2008	\$ 8,242,449,346
	2007	8,042,174,381
	2006	<u>7,710,109,798</u>
	[A]	<u>\$ 23,994,733,525</u>
	Average equalized valuation of taxable	[A/3] \$ 7,998,244,508
	Debt limit (3 % of average equalization value)	[B] 239,947,335
	Net bonded school debt	[C] <u>107,062,730</u>
	Legal debt margin	[B-C] <u>\$ 132,884,605</u>

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt limit	\$ 147,077,846	\$ 146,697,239	\$ 157,854,887	\$ 109,711,053	\$ 173,227,488	\$ 221,629,482	\$ 189,890,879	\$ 115,713,100	\$ 116,393,825	\$ 132,884,605
Total net debt applicable to limit	-	<u>16,100,000</u>	<u>18,100,000</u>	<u>15,565,000</u>	<u>15,030,000</u>	<u>95,881,000</u>	<u>93,536,000</u>	<u>91,306,000</u>	<u>88,766,000</u>	<u>86,226,000</u>
Legal debt margin	<u>\$ 147,077,846</u>	<u>\$ 130,597,239</u>	<u>\$ 141,754,887</u>	<u>\$ 94,146,053</u>	<u>\$ 158,197,488</u>	<u>\$ 125,748,482</u>	<u>\$ 96,154,879</u>	<u>\$ 24,407,100</u>	<u>\$ 27,627,825</u>	<u>\$ 46,658,605</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	10.97%	10.20%	14.19%	8.68%	43.26%	49.31%	78.91%	76.26%	64.89%

Source: Township Official Statement and District Records CAFR Schedule J-11

a Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

**East Brunswick Public Schools
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited**

Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Unemployment Rate
2000	46,756 **	-	36,499 **	2.4%
2001	46,889 **	-	37,889 **	2.8%
2002	47,246 **	-	38,196 **	4.2%
2003	47,552 **	-	38,645 **	4.1%
2004	47,788 **	-	39,792 **	3.4%
2005	47,765 **	-	41,066 **	3.2%
2006	47,706 **	-	44,291 **	3.5%
2007	47,154 **	-	46,674 **	3.1%
2008	47,086	-	*	4.1%
2009	47,279	-	*	*

Source: NJ Department of Labor and Workforce Development

* Information for the noted years was not available.

** Numbers reflect revisions from prior years made by the NJ Department of Labor and Workforce Development and US Bureau of Census

Note: Per capita personal income is disclosed at the county level. Personal income and per capita personal income information was not available at the district level.

East Brunswick Public Schools
Principal Employers,
Current Year and Ten Years Ago
Unaudited

Employer	2008			1999		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
Robert Wood Johnson Hospital	5,000-5,249	1	0.00%	n/a	n/a	n/a
Bristol-Meyers Squibb	3,500-3,749	2	0.00%	n/a	n/a	n/a
Merrill Lynch & Company	2,750 - 2,999	3	0.00%	n/a	n/a	n/a
Novo Nordisk	2,750 - 2,999	4	0.00%	n/a	n/a	n/a
Prudential Insurance Company	2,750 - 2,999	5	0.00%	n/a	n/a	n/a
St. Peter's University Hospital	2,750 - 2,999	6	0.00%	n/a	n/a	n/a
Telcordia Technology	2,500-2,749	7	0.00%	n/a	n/a	n/a
J.F.K. Medical Center	2,500-2,749	8	0.00%	n/a	n/a	n/a
Silverline Building Products	2,250-2,299	9	0.00%	n/a	n/a	n/a
Johnson & Johnson	2,000-2,249	10	0.00%	n/a	n/a	n/a

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Source: Middlesex County Department of Economic Development, April 2008

Note: Top ten employers by number of employees was not available at the district level, therefore we have presented the current year information at the county level. We have also presented the number of employees as a range, as an exact number of employees was unavailable. Information for the year 1999 was not available.

**East Brunswick Public Schools
 Full-time Equivalent District Employees by Function/Program,
 Last Six Fiscal Years
 Unaudited**

J-16

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Instruction						
Regular	497.50	546.50	566.00	571.74	605.50	615.00
Special education	207.70	219.50	215.50	209.00	228.50	220.00
Support Services:						
Student & instruction related services	234.62	255.93	260.43	232.72	240.94	234.47
General administrative services	10.00	7.00	8.00	8.00	8.85	8.85
School administrative services	55.93	61.85	61.85	60.93	67.52	67.52
Business administrative services	22.00	23.00	23.00	23.50	27.50	27.92
Information Technology	18.00	21.00	18.00	15.00	17.00	19.00
Plant operations and maintenance	168.60	166.50	164.53	152.77	166.90	168.74
Pupil transportation	8.54	8.54	15.54	16.00	28.62	33.62
Food Service	44.35	47.28	46.57	42.35	44.45	45.46
Adult and Community Programs	4.00	4.00	4.00	4.00	4.00	4.00
ETTC	3.00	3.00	3.00	2.50	2.50	2.50
Total	<u>1,274.24</u>	<u>1,364.10</u>	<u>1,386.42</u>	<u>1,338.51</u>	<u>1,442.28</u>	<u>1,447.08</u>

Source: District Personnel Records

Note: Only the last six years of information are presented as GASB 34 was implemented during fiscal year June 30, 2003.

East Brunswick Public Schools
 Operating Statistics
 Last Ten Fiscal Years
 Unaudited

J-17

Fiscal Year	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
						Elementary	Middle School	Junior High School	High School				
2000	8,354	\$ 82,758,634.44	9,906	-	*	23:1	25:1	27:1	28:1	8,417.92	8,087.10	3.13%	96.07%
2001	8,365	89,043,737.13	10,645	7.45%	*	23:1	28:1	27:1	27:1	8,670.02	8,282.09	2.99%	95.53%
2002	8,671	95,153,066.67	10,874	3.09%	*	24:1	23:1	24:1	24:1	8,792.01	8,389.91	1.41%	95.43%
2003	8,844	104,710,123.81	11,840	7.89%	*	23:1	25:1	25:1	24:1	8,755.56	8,328.41	-0.41%	95.12%
2004	8,958	108,832,211.75	12,149	2.61%	705	22:1	25:1	25:1	25:1	8,986.68	8,622.75	2.64%	95.95%
2005	9,035	115,198,109.85	12,750	4.95%	766	23:1	25:1	25:1	25:1	9,086.13	8,719.82	1.22%	95.88%
2006	9,047	121,354,429.00	13,414	5.20%	782	21:1	22:1	21:1	24:1	9,277.69	9,020.44	2.00%	97.23%
2007	9,067	128,270,341.90	14,147	5.47%	781	21:1	22:1	21:1	25:1	8,971.55	8,608.08	-3.30%	95.95%
2008	8,846	135,469,684.00	15,314	8.25%	720	23:1	21:1	23:1	21:1	8,781.66	8,480.19	-2.12%	96.57%
2009	8,876	136,731,783.00	15,405	0.59%	706	21:1	24:1	23:1	21:1	8,809.58	8,381.17	0.32%	95.14%

Sources: District records and ASSA

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- * Information not available for the years noted.

East Brunswick Public Schools
 School Building Information
 Last Ten Fiscal Years

<u>District Building</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Elementary										
Bowne-Munro (1952)										
Square Feet	32,011	32,011	32,011	32,011	32,011	32,011	32,011	32,011	32,011	32,011
Capacity (students)	242	242	242	242	242	242	242	242	242	242
Enrollment	324	310	304	312	320	310	299	295	312	297
Central (1949)										
Square Feet	40,067	40,067	40,067	40,067	40,067	40,067	40,067	73,266	73,266	73,266
Capacity (students)	452	452	452	452	452	452	452	552	552	552
Enrollment	476	476	468	469	463	468	441	429	444	443
Chittick (1969)										
Square Feet	49,127	49,127	49,127	49,127	49,127	49,127	49,127	49,127	49,127	49,127
Capacity (students)	383	383	383	383	383	383	383	383	383	383
Enrollment	582	561	551	535	574	539	560	603	501	495
Frost (1965)										
Square Feet	49,971	49,971	49,971	49,971	49,971	49,971	49,971	49,971	49,971	49,971
Capacity (students)	438	438	438	438	438	438	438	438	438	438
Enrollment	531	519	561	579	570	557	528	538	479	504
Irwin (1957)										
Square Feet	43,033	43,033	43,033	43,033	43,033	43,033	43,033	43,033	43,033	43,033
Capacity (students)	376	376	376	376	376	376	376	376	376	376
Enrollment	503	527	515	535	507	525	536	517	424	441
Lawrence Brook (1959)										
Square Feet	37,004	37,004	37,004	37,004	37,004	37,004	37,004	67,267	67,267	67,267
Capacity (students)	465	465	465	465	465	465	465	532	532	532
Enrollment	458	456	443	457	461	459	451	447	521	572
Memorial (1956)										
Square Feet	30,759	30,759	30,759	30,759	30,759	30,759	30,759	30,759	30,759	30,759
Capacity (students)	446	446	446	446	446	446	446	446	446	446
Enrollment	359	340	370	374	377	375	378	384	389	377
Warnsdorfer (1968)										
Square Feet	49,971	49,971	49,971	49,971	49,971	49,971	49,971	49,971	49,971	49,971
Capacity (students)	479	479	479	479	479	479	479	479	479	479
Enrollment	549	500	553	543	558	569	588	551	531	500
Total Elementary Schools										
Square Feet	331,943	331,943	331,943	331,943	331,943	331,943	331,943	395,405	395,405	395,405
Capacity (students)	3,281	3,281	3,281	3,281	3,281	3,281	3,281	3,448	3,448	3,448
Enrollment	3,782	3,689	3,765	3,804	3,830	3,802	3,781	3,764	3,601	3,629

**East Brunswick Public Schools
School Building Information (continued)
Last Ten Fiscal Years**

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<u>Middle School</u>										
Hammarskjold (1961)										
Square Feet	116,862	116,862	116,862	116,862	116,862	116,862	116,862	116,862	116,862	233,000
Capacity (students)	1,288	1,288	1,288	1,288	1,288	1,288	1,288	1,288	1,288	1,288
Enrollment	1,330	1,432	1,472	1,440	1,474	1,504	1,468	1,409	1,414	1,441
<u>Junior High School</u>										
Churchill Jr. High (1962)										
Square Feet	87,000	87,000	205,549	205,549	205,549	205,549	205,549	205,549	205,549	205,549
Capacity (students)	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,325
Enrollment	1,355	1,318	1,385	1,529	1,541	1,484	1,501	1,534	1,506	1,461
<u>High School</u>										
East Brunswick High (1958)										
Square Feet	257,727	257,727	257,727	257,727	257,727	257,727	257,727	257,727	257,727	257,727
Capacity (students)	1,582	1,582	1,582	1,582	1,582	1,582	1,582	1,582	1,582	1,582
Enrollment	1,887	1,926	2,049	2,071	2,113	2,245	2,297	2,254	2,176	2,284
<u>Other</u>										
Administration Building										
Square Feet	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000

Number of Schools at June 30, 2009

- Elementary = 8
- Middle School = 1
- Junior High School = 1
- High School = 1
- Other = 1

Source: District records, ASSA, LRFP

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

Note 2: During FY2000 the formula to calculate functional capacity changed based on a change in the NJ Administrative Code.

* As per construction drawings (A000)

** As per Section 15 Grant Agreement (A-2)

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

School Facilities	Project # (s)	2009	2008	2007	2006	2005	2004	2003	2002*
East Brunswick High School	N/A	\$ 470,581	\$ 533,832	\$ 568,212	\$ 525,549	\$ 565,866	\$ 520,355	\$ 411,981	
Churchill Junior High School	N/A	382,941	426,848	494,977	441,724	468,456	474,606	288,103	
Hammaraskjold School	N/A	447,319	242,166	230,222	206,420	219,617	198,029	157,563	
Bowne-Munro School	N/A	55,654	66,159	61,425	56,305	61,519	53,535	45,987	
Central School	N/A	127,152	153,963	80,487	76,238	75,151	65,858	54,165	
Irwin School	N/A	79,486	87,549	82,598	75,765	84,647	70,066	59,358	
Lawrence Brook School	N/A	115,396	139,809	75,300	65,812	72,728	67,546	51,543	
Memorial School	N/A	56,086	67,486	59,367	55,020	58,100	52,737	41,782	
Chittick School	N/A	86,883	106,422	95,834	85,025	95,403	80,004	67,368	
Frost School	N/A	92,983	102,292	105,829	89,017	93,710	80,850	69,408	
Warnsdorfer School	N/A	84,604	103,639	95,898	86,660	94,496	81,691	67,605	
		<u>1,999,085</u>	<u>2,030,165</u>	<u>1,950,149</u>	<u>1,763,535</u>	<u>1,889,713</u>	<u>1,745,277</u>	<u>1,314,863</u>	<u>-</u>
Total School Facilities									
Other Facilities		<u>50,226</u>	<u>60,340</u>	<u>65,349</u>	<u>58,997</u>	<u>62,880</u>	<u>55,152</u>	<u>45,228</u>	
Grand Total		<u>\$ 2,049,311</u>	<u>\$ 2,090,505</u>	<u>\$ 2,015,498</u>	<u>\$ 1,822,532</u>	<u>\$ 1,952,593</u>	<u>\$ 1,800,429</u>	<u>\$ 1,360,091</u>	<u>\$ -</u>

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Source: M1
 * Data not available for FY 2002.

**East Brunswick Public Schools
Insurance Schedule
For the Fiscal Year Ended June 30, 2009
Unaudited**

J-20

	<u>Coverage</u>	<u>Deductible</u>
<u>MULTI-PERIL PACKAGE POLICY</u>		
EDUCATIONAL RISK AND INSURANCE CONSORTIUM / NJSBAIG POLICY NO. P-135Z ANNUAL PREMIUM: \$166,037		
<u>Section II - Commercial General Liability</u>		
Bodily Injury, Property Damage and Personal Injury	11,000,000	
Medical Expense	10,000	
Aggregate Child Molestation/Sexual Abuse	11,000,000	
<u>Section III - Crime</u>		
Money and Securities	50,000	500
Employee Dishonesty	1,000,000	1,000
Depositors Forgery	1,000,000	1,000
Computer Fraud	50,000	1,000
<u>SCHOOL BOARD LEGAL</u>		
EDUCATIONAL RISK AND INSURANCE CONSORTIUM / NJSBAIG POLICY NO. E-135Z ANNUAL PREMIUM: \$96,287		
Wrongful Acts Liability - Each Occurrence	11,000,000	15,000
Annual Aggregate	11,000,000	
<u>CATASTROPHIC POLICY</u>		
FIREMAN'S FUND POLICY NO. SHX90455726 ANNUAL PREMIUM: \$39,356		
Limit of Insurance (Group Aggregate)	50,000,000	
<u>PROPERTY INSURANCE</u>		
PEPIP POLICY NO. P081654 ANNUAL PREMIUM: \$147,433		
Blanket Building - Contents Coverage	303,510,175	25,000
Extra Expense	10,000,000	25,000
Flood & Earthquake	25,000,000	25,000
EDP	included	1,000
Energy Systems - Property Damage	130,256,043	25,000
Energy Systems - Extra Expense	25,000,000	25,000

East Brunswick Public Schools
 Insurance Schedule
 For the Fiscal Year Ended June 30, 2009
 Unaudited

	<u>Coverage</u>	<u>Deductible</u>
<u>AUTOMOBILE POLICY AND GARAGE KEEPERS</u>		
INCLUDED IN MULTI-PERIL PACKAGE POLICY BY EDUCATIONAL RISK AND INSURANCE CONSORTIUM / NJSBAIG		
Bodily Injury and Property Damage	\$ 11,000,000	
Uninsured Motorist Coverage	1,000,000	
Comprehensive	ACV	\$ 1,000
Collision	ACV	1,000

ENVIRONMENTAL IMPAIRMENT

CHUBB GROUP
 POLICY NO. 37254099
 ANNUAL PREMIUM: \$8,050

Legal Liability	1,000,000 each loss 3,000,000 aggregate	10,000
-----------------	--	--------

WORKERS COMPENSATION

EDUCATIONAL RISK AND INSURANCE CONSORTIUM / NJSBAIG
 POLICY NO. W-135Z
 ESTIMATED DEPOSIT PREMIUM: \$502,075

A. Worker's Compensation Insurance Under New Jersey State Laws

B. Employer's Liability	
Bodily Injury - Each Accident	2,000,000
Bodily Injury By Disease - Each Employee	2,000,000

CHUBB INSURANCE
 POLICY NO. 99061516
 ANNUAL PREMIUM: \$21,941

Supplemental Coverage:	
Reimbursement of Salary - Max Weekly Benefit	1,750

PRIMARY UMBRELLA

INCLUDED IN MULTI-PERIL PACKAGE
 POLICY BY EDUCATIONAL RISK AND INSURANCE
 CONSORTIUM / NJSBAIG

**East Brunswick Public Schools
Insurance Schedule
For the Fiscal Year Ended June 30, 2009
Unaudited**

J-20

	<u>Coverage</u>	<u>Deductible</u>
<u>STUDENT ACCIDENT INSURANCE</u>		
McCLOSKEY INSURANCE / NJSBAIG POLICY NO. RENEWAL OF 08731292 ANNUAL PREMIUM: \$30,007		
Student Accident/Athletic Accident		Supplemental to primary family policy
<u>BUILDER'S RISK PROPERTY COVERAGE</u>		
SELECTIVE INSURANCE COMPANY POLICY NO. S1781524 ANNUAL PREMIUM: \$76,726		
Hammarskjold Middle School	54,950,000	10,000
<u>BONDS</u>		
SELECTIVE POLICY NO. B1005809 ANNUAL PREMIUM: \$1,800		
L. Mason Neely, Treasurer	750,000	
SELECTIVE INSURANCE POLICY NO. B1005007 ANNUAL PREMIUM: \$280		
Bernardo J. Giuliani, Business Administrator / Board Secretary	100,000	

Single Audit Section

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

Honorable President and Members
of the Board of Education
Township of East Brunswick School District
County of Middlesex
East Brunswick, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Township of East Brunswick School District (the "District"), in the County of Middlesex, New Jersey, as of and for the fiscal year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 15, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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

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

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

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

Compliance and Other Matters

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

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



David A. Kaplan
Certified Public Accountant
Licensed Public School Accountant No. 911

DAK CPA

DAK CPA, Certified Public Accountants

October 15, 2009
Long Branch, New Jersey

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH FEDERAL OMB CIRCULAR A-133
AND STATE OF NEW JERSEY OMB CIRCULAR 04-04**

Honorable President and Members
of the Board of Education
Township of East Brunswick School District
County of Middlesex
East Brunswick, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Township of East Brunswick School District, in the County Middlesex, State of New Jersey (the "District") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey State Grant Compliance Supplement*, that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2009. The 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 the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*; and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the 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 District's compliance with those requirements.

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH FEDERAL OMB CIRCULAR A-133
AND STATE OF NEW JERSEY OMB CIRCULAR 04-04 (CONTINUED)**

In our opinion, the 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 fiscal year ended June 30, 2009.

Internal Control Over Compliance

The management of the 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 District's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A control deficiency in an entity's 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 noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal or state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH FEDERAL OMB CIRCULAR A-133
AND STATE OF NEW JERSEY OMB CIRCULAR 04-04 (CONTINUED)**

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



David A. Kaplan
Certified Public Accountant
Licensed Public School Accountant No. 911

DAK CPA

DAK CPA Certified Public Accountants

October 15, 2009
Long Branch, New Jersey

**EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance, June 30, 2008				Carryover Utilized	Adjustments	Cash Received	Repaid to Grantor	Expenditures	Balance, June 30, 2009		
				Deferred Revenue	(Accounts Receivable)	Due to Grantor							Deferred Revenue	Accounts Receivable	Due to Grantor
General Fund:															
U.S. Department of Education:															
Medicaid Aid	83.778	7/1/08 - 6/30/09	\$ 32,409	\$	\$	\$	\$	\$	24,355	\$	\$ (32,409)	\$	\$ (8,054)	\$	
Total General Fund									24,355		(32,409)		(8,054)		
Enterprise Fund:															
U.S. Department of Agriculture:															
Passed-through State Department of Education:															
Food Distribution Program	10.555	7/1/08- 6/30/09	123,752						123,752		(123,752)				
National School Lunch Program	10.555	7/1/08- 6/30/09	346,150						318,050		(346,150)		(28,100)		
National School Lunch Program	10.555	7/1/07- 6/30/08	318,041		(23,081)				23,081						
Total Enterprise Fund					(23,081)				464,883		(469,902)		(28,100)		
Special Revenue Fund:															
U.S. Department of Education:															
Passed-through State Department of Education:															
E.S.E.A. Title I 08/07, Carryover	84.010	9/1/07-9/31/08	286,886	9,747				(9,747)							
E.S.E.A. Title I 06/07, Carryover	84.010	9/1/06-9/31/09	286,886					9,747			(9,377)	370			
E.S.E.A. Title I 07/08	84.010	9/1/07-9/31/08	278,018	222,555				(222,555)							
E.S.E.A. Title I 07/08, Carryover	84.010	9/1/08-9/31/09	278,018					222,555			(182,068)	30,487			
E.S.E.A. Title I 08/09	84.010	9/1/08-9/31/09	301,947						68,882		(149,460)		(80,578)		
Title II 05/08, Part A, Carryover	84.168	9/1/07-9/31/08	184,182			1,491					(1,491)				
Title II 06/07, Part A, Carryover	84.168	9/1/07-9/31/08	179,948	4,224				(4,224)							
Title II 06/07, Part A Carryover	84.168	9/1/08-9/31/09	179,948					4,224	(291)		(3,871)			62	
Title II 07/08, Part A	84.168	9/1/07-9/31/08	180,191	52,679				(52,679)							
Title II 07/08, Part A, Carryover	84.168	9/1/08-9/31/09	180,191					52,679	291		(28,351)	23,619			
Title II 08/09, Part A	84.168	9/1/08-9/31/09	187,505						68,841		(136,858)		(48,215)		
Title II 05/08, Part D, Carryover	84.168	9/1/08-9/31/07	5,142			178					(178)				
Title II 08/07, Part D, Carryover	84.168	9/1/07-9/31/08	1,194	118				(118)							
Title II 08/07, Part D, Carryover	84.168	9/1/08-9/31/09	1,194					118	(2)		(46)			70	
Title II 07/08, Part D	84.168	9/1/07-9/31/08	1,856	1,829				(1,829)							
Title II 07/08, Part D, Carryover	84.168	9/1/08-9/31/09	1,856					1,829	2		(1,097)	734			
Title II 08/09, Part D	84.168	9/1/08-9/31/09	2,507						33		(132)		(98)		
Title III 05/08, Carryover	84.385	9/1/07-9/31/08	56,700			227					(227)				
Title III 08/07, Carryover	84.385	9/1/07-9/31/08	47,315	38,045				(38,045)							
Title III 08/07, Carryover	84.385	9/1/08-9/31/09	47,315					38,045			(38,045)				
Title III 07/08	84.385	9/1/07-9/31/08	40,873	40,088				(40,088)							
Title III 07/08, Carryover	84.385	9/1/08-9/31/09	40,873					40,088			(458)	39,608			

**EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance, June 30, 2008			Carryover Utilized	Adjustments	Cash Received	Repaid to Grantor	Expenditures	Balance, June 30, 2009		
				Deferred Revenue	(Accounts Receivable)	Due to Grantor						Deferred Revenue	Accounts Receivable	Due to Grantor
Title III 08/09	84.385	8/1/08-8/31/08	\$ 43,904	\$	\$	\$	\$	\$ 985	\$	\$ (5,383)	\$	\$ (4,418)	\$	
Title III Supplemental, 05/08, Carryover	84.385	9/1/07-8/31/08	99,241			11				(11)				
Title III Supplemental, 08/07, Carryover	84.385	9/1/07-8/31/08	55,422	53,705			(53,705)							
Title III Supplemental, 08/07, Carryover	84.385	8/1/08-8/31/09	55,422				53,705			(52,538)			1,168	
Title V 05/08, Carryover	84.298	9/1/07-8/31/08	20,886			11				(11)				
Title V 08/07, Carryover	84.298	9/1/07-8/31/08	12,618	786			(786)							
Title V 08/07, Carryover	84.298	9/1/08-8/31/09	12,618				786			(740)			45	
Title V 07/08	84.298	9/1/07-8/31/08	10,878	10,719			(10,719)							
Title V 07/08, Carryover	84.298	9/1/08-8/31/09	10,878				10,719			(10,700)	19			
I.D.E.A. Part B, Basic Regular 07/08	84.027	9/1/07-8/31/08	1,875,202	9,725			(9,725)							
I.D.E.A. Part B, Basic Regular 07/08, Carryover	84.027	9/1/08-8/31/09	1,875,202				9,725			(9,688)	37			
I.D.E.A. Part B, Basic Regular 08/09	84.027	9/1/08-8/31/09	1,804,469					1,562,938		(1,820,888)		(257,952)		
I.D.E.A. Part B, Preschool 07/08	84.173	9/1/07-8/31/08	68,073	1,107			(1,107)							
I.D.E.A. Part B, Preschool 07/08, Carryover	84.173	9/1/08-8/31/09	68,073				1,107			(1,108)	1			
I.D.E.A. Part B, Preschool 08/09	84.173	9/1/08-8/31/09	64,248					53,774		(51,802)	1,972			
U.S. Department of Education (Continued):														
Passed-through State Department of Education (Continued):														
Safe & Drug Free Schools :														
Title IV, 05/08, Carryover	88.298	9/1/07-8/31/08	26,415			194				(194)				
Title IV, 06/07, Carryover	88.298	9/1/07-8/31/08	21,775	2,043			(2,043)							
Title IV, 06/07, Carryover	88.298	9/1/08-8/31/09	21,775				2,043	(773)		(1,211)			59	
Title IV, 07/08	85.298	9/1/07-8/31/08	23,388	8,945			(8,945)							
Title IV, 07/08, Carryover	85.298	9/1/08 - 8/31/09	23,388				8,945	773		(8,264)	453			
Title IV, 08/09	85.298	9/1/08 - 8/31/09	17,851					5,923		(14,208)		(8,283)		
Adult Basic Education 07/08	84.002	9/1/07 - 8/31/08	173,514		(37,977)			37,977						
Adult Basic Education 08/09	84.002	9/1/08 - 8/31/09	182,900					104,831		(171,255)		(66,424)		
Adult Basic Education Supplemental 08/09	84.002	9/1/08 - 8/31/09	41,600					8,440		(15,344)		(6,904)		
T.O.O.L.-Overcoming Obstacles 05/08	84.215	8/1/04 - 7/30/07	897,480		(38,485)			88,987		(60,492)				
Total U.S. Department of Education				458,291	(76,472)	2,112		2,029,389	(2,112)	(2,784,378)	97,301	(473,872)	1,403	
Total Special Revenue Fund				458,291	(76,472)	2,112		2,029,389	(2,112)	(2,784,378)	97,301	(473,872)	1,403	
Total Federal Financial Assistance				\$ 458,291	\$ (99,563)	\$ 2,112		\$ 2,516,627	\$ (2,112)	\$ (3,286,888)	\$ 97,301	\$ (510,028)	\$ 1,403	

**EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, June 30, 2008				Repaid to Grantor	Expenditures	Balance, June 30, 2009				MEMO Cumulative Total Expenditure
				Deferred Revenue	(Accounts Receivable)	Due to Grantor	Cash Received			Accounts Receivable	Due to Grantor	Deferred Revenue	Budgetary Receivable	
State Department of Education: General Fund:														
Equalization Aid	09-495-034-5120-078	7/1/08-6/30/09	\$ 12,590,239	\$	\$	\$	\$ 11,386,071	\$	\$ (12,590,239)	\$	\$	\$	\$ (1,204,168)	\$ 12,590,239
Transportation Aid	09-495-034-5120-014	7/1/08-6/30/09	2,009,980				1,817,739		(2,009,980)				(192,241)	2,009,980
Security Aid	09-495-034-5120-084	7/1/08-6/30/09	877,624				812,814		(877,624)				(64,810)	877,624
Special Education Categorical Aid	09-495-034-5120-089	7/1/08-6/30/09	4,745,943				4,292,027		(4,745,943)				(453,916)	4,745,943
Nonpublic School Transportation Aid	09-495-034-5120-014	7/1/08-6/30/09	83,228						(83,228)				(83,228)	(83,228)
Nonpublic School Transportation Aid	09-495-034-5120-014	7/1/07-6/30/08	20,222		(20,222)		20,222							20,222
Extraordinary Aid	09-495-034-5120-044	7/1/08-6/30/09	1,232,486						(1,232,486)		(1,232,486)		(1,232,486)	(1,232,486)
Extraordinary Aid	09-495-034-5120-044	7/1/07-6/30/08	504,250		(504,250)		504,250							504,250
On - Behalf T.P.A.F FICA	09-100-034-5085-001	7/1/08-6/30/09	4,504,918				4,288,188		(4,504,918)		(218,732)		(218,732)	(4,504,918)
On - Behalf T.P.A.F FICA	09-100-034-5085-001	7/1/07-6/30/08	4,188,185		(129,182)		129,182							4,188,185
Total General Fund					(653,854)		23,048,490		(25,824,418)		(1,514,448)		(3,429,581)	18,835,821
Debt Service Fund:														
Debt Service Aid	09-495-034-5120-017	7/1/08-6/30/09	494,089				494,089		(494,089)					494,089
Total Debt Service Fund							494,089		(494,089)					494,089
Special Revenue Fund:														
N.J. Nonpublic Aid:														
Textbook Aid	09-100-034-5120-084	7/1/08-6/30/09	\$ 47,528				47,528		(47,528)					47,528
Nursing Services	09-100-034-5120-070	7/1/08-6/30/09	64,153				64,153		(64,153)					64,153
Technology	09-100-034-5120-373	7/1/08-6/30/09	33,240				33,240		(33,240)					33,240
Auxiliary Services:														
English as a Second Language	09-100-034-5120-087	7/1/08-6/30/09	20,805				20,805		(20,804)		1			20,804
Transportation	09-100-034-5120-088	7/1/08-6/30/09	17,400				17,400		(17,400)					17,400
Handicapped Services:														
Supplemental Instruction	09-100-034-5120-086	7/1/08-6/30/09	31,388				31,388		(28,433)		4,955			26,433
Compensatory Education	09-100-034-5120-087	7/1/07-6/30/08	64,895			300		300						64,596
Compensatory Education	09-100-034-5120-087	7/1/08-6/30/09	51,559				51,559		(51,559)					64,596
Examination and Classification	09-100-034-5120-088	7/1/08-6/30/09	45,307				45,307		(36,970)		8,337			36,970
Corrective Speech	09-100-034-5120-088	7/1/07-6/30/08	42,780			6,660		6,660						36,090
Corrective Speech	09-100-034-5120-088	7/1/08-6/30/09	37,014				37,014		(37,014)					37,014
Technology-Infused Math Education	09-000218	3/1/09 - 6/31/09	150,000				77,748		(80,774)		(3,026)		(3,026)	80,774
Total State Department of Education						6,989	425,940	6,980	(415,873)		(3,026)	13,293	(3,026)	529,397
State Department of Human Services:														
Special Revenue Fund:														
Adult Life Skills	N/A	7/1/08-6/30/09	257,861				257,861		(257,861)					257,861
Autism	N/A	4/1/07-6/30/08			(27,299)		27,299							
Total State Department of Human Services					(27,299)		285,160		(257,861)					257,861
Total Special Revenue Fund					(27,299)	6,989	711,100	6,980	(673,534)		(3,026)	13,293	(3,026)	787,258

**EAST BRUNSWICK SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, June 30, 2008				Repaid to Grantor	Expenditures	Balance, June 30, 2009				MEMO Cumulative Total Expenditure
				Deferred Revenue	(Accounts Receivable)	Due to Grantor	Cash Received			Accounts Receivable	Due to Grantor	Deferred Revenue	Budgetary Receivable	
Capital Projects Fund:														
New Jersey Economic Development	N/A	2004 - Current	\$ 68,368,795	\$	\$ (9,815,526)	\$	\$ 8,118,326	\$	\$	\$ (553,821)	\$	\$	\$	\$
Total Capital Projects Fund					(9,815,526)		8,118,326			(553,821)				
Enterprise Fund:														
State School Lunch Program	08-100-034-5120-122	7/1/07-8/30/08	28,261		(2,027)		2,027							(28,261)
State School Lunch Program	09-100-034-5120-122	7/1/08-8/30/09	27,704				25,441		(27,704)	(2,263)			(2,263)	(2,263)
Total Enterprise Fund					(2,027)		27,468		(27,704)	(2,263)			(2,263)	(30,524)
Total State Financial Assistance				\$	\$ (10,298,508)	\$ 6,889	\$ 32,399,453	\$ 6,890	\$ (27,019,725)	\$ (2,073,556)	\$ 13,293	\$	\$ (3,434,870)	\$ 20,186,824

TOWNSHIP OF EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL
AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED JUNE 30, 2009

Note 1. **GENERAL**

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

Note 2. **BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 2 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* and New Jersey OMB 04-04. 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 schedules (RSI) are presented for the general and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to NJSA 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 and capital projects fund are presented in the accompanying schedules on the grant accounting basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with NJSA 18A:22-4.2.

TOWNSHIP OF EAST BRUNSWICK SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL
AWARDS AND STATE FINANCIAL ASSISTANCE
FISCAL YEAR ENDED JUNE 30, 2009

Note 3. **RELATIONSHIP TO BASIC FINANCIAL STATEMENTS – CONTINUED**

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(984,810) for the general fund and \$(775,414) for the special revenue fund. See Note 2 (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$	\$ 25,856,827	\$ 25,856,827
Special Revenue Fund	2,784,378	673,534	3,457,912
Debt Service Fund		494,069	494,069
Food Service Fund	<u>469,902</u>	<u>27,704</u>	<u>497,606</u>
 Total Awards and Financial Assistance	 \$ <u>3,254,280</u>	 \$ <u>27,052,134</u>	 \$ <u>30,306,414</u>

Note 4. **RELATIONSHIP TO FEDERAL AND STATE REPORTS**

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

Note 5. **OTHER**

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions, respectively.

TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2009.

The amounts reported as TPAF Pension Contributions represents the amount paid by the State on behalf of the District for the year ended June 30, 2009. These amounts are not subject to New Jersey OMB Circular 04-04.

TOWNSHIP OF EAST BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified, dated
October 15, 2009

Internal control over financial reporting:

1. Material weakness(es) identified? yes ✓ no
2. Reportable condition(s) identified that are not
 considered to be material weaknesses? yes ✓ no
- Noncompliance material to general-purpose financial
 statements noted? yes ✓ no

Federal Awards

Internal control over major programs:

1. Material weakness(es) identified? yes ✓ no
2. Reportable condition(s) identified that are not
 considered to be material weaknesses? yes ✓ no

Type of auditor's report issued on compliance for major programs: Unqualified, dated
October 15, 2009

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.01</u>	<u>Title I E.S.E.A</u>
<u>10.555</u>	<u>National School Lunch Program</u>
<u>84.027</u>	<u>IDEA , Part B, Basic Regular</u>

TOWNSHIP OF EAST BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

State Financial Assistance

Internal control over major programs:

1. Material weakness(es) identified? yes no
2. Reportable condition(s) identified that are not considered to be material weaknesses? yes no

Unqualified, dated
October 15, 2009

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

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

Identification of major programs:

<u>State Grant Number</u>	<u>Name of State Program</u>
<u>495-034-5120-011</u>	<u>Transportation Aid</u>
<u>495-034-5120-078</u>	<u>Equalization Aid</u>
<u>495-034-5120-089</u>	<u>Categorical Special Education Aid</u>
<u>495-034-5095-002</u>	<u>Reimbursed TPAF FICA</u>
<u>495-034-5120-044</u>	<u>Extraordinary Aid</u>

Dollar threshold used to distinguish between Type A and Type B programs: \$ 810,592

Auditee qualified as low-risk auditee? yes No

TOWNSHIP OF EAST BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Section II - Schedule of Financial Statement Findings

None.

**Section III -- Schedule of Federal and and State Financial Assistance
Findings and Questioned Costs**

None.