

COMPREHENSIVE ANNUAL
FINANCIAL REPORT
OF THE



KEANSBURG SCHOOL DISTRICT
KEANSBURG, NEW JERSEY
For the Fiscal Year Ended June 30, 2014

Prepared by
Keansburg School District
Business Office

KEANSBURG SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2014

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Introductory Section

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Keansburg Public Schools

100 Palmer Place
Keansburg, New Jersey 07734
(732) 787-2007
<http://www.keansburg.k12.nj.us>

Mr. Gerald North
Superintendent of Schools

Ms. Corey J. Lowell, SFO
Business Administrator/
Board Secretary

Thomas Tramaglini, Ed.D.
Director of Funding & Curriculum

November 28, 2014

Honorable President and
Members of the Board of Education
Keansburg School District
County of Monmouth
Keansburg, New Jersey

Dear Board Members:

The comprehensive Annual Financial Report of the Keansburg Public School District ("District") for the fiscal year ended June 30, 2014 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rest with the management of the Keansburg 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 operation 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, a roster of principal officials and a list of consultants and advisors. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the U.S. Office of Management and Budget ("OMB") Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and the State Treasury OMB Circular Letter 04-04, Single Audit policy for Recipients of Federal Grants, State Grants and State Aid Payments. Information related to this single audit, including the auditor's report on the internal 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:** Keansburg School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 as amended by GASB Statement No. 39. All funds and account groups of the District are included in this report. The Keansburg Board of Education and all its schools constitute the District's reporting entity.

The District operates four schools and two Pre-K sites and provides a full range of educational services appropriate to grade levels Pre-K through 12. Pre-K students ages three and four are housed in temporary classroom units which are located adjacent to the Port Monmouth Road School and former Caruso Elementary School. Grades Kindergarten through grade two are housed in Port Monmouth Elementary School and grades three and four who are assigned to Caruso Elementary School attend class in a rented school facility which was formerly St. Ann's Elementary School. Grades five through eight attend the Joseph Bolger Middle School and grades nine through twelve are housed in Keansburg High School. Each school includes regular as well as special education for handicapped children. The District completed the 2013-2014 fiscal year with an average daily enrollment of 1,593.

The following details the changes in the students on roll, upon which the District's state aid is based, over the last ten years:

Fiscal Year	Students on Roll
2003-2004	2,064
2004-2005	1,957
2005-2006	1,938
2006-2007	1,858
2007-2008	1,909
2008-2009	1,890
2009-2010	1,814
2010-2011	1,759
2011-2012	1,717
2012-2013	1,637
2013-2014	1,593

2. **ECONOMIC CONDITION AND OUTLOOK:** The financial difficulties facing the nation, which include high unemployment, continue to impact the economics of the Borough of Keansburg. While the average unemployment rate for Monmouth County was 7.5 percent, it was 10.0 percent for 2013 in Keansburg. In addition, the estimated population has declined from 10,822 in 2004 to 10,014 in 2013.

Hurricane Sandy on October 29, 2012 had a devastating financial impact on Keansburg. It was the deadliest and most destructive hurricane of the 2012 Atlantic hurricane season as well as the second-costliest hurricane in US history. In September 2012, the District transported 13 homeless students. In January 2013, the District transported 104 homeless students and paid tuition for several students. The Borough of Keansburg lost \$31 million in tax ratables as a result of the storm.

An enrollment projection completed in May 2012 noted that while there was an increase in total housing units in the State of New Jersey (and Monmouth County) of 6.8 percent, the growth of housing in Keansburg was only 1.16 percent in 2010. One of the major drivers of enrollment in a school is available housing. The data in the enrollment projection study also noted that the median age in Keansburg is 36.8 years, which is approximately 3.2 years younger than the State, meaning that there are more individuals in childbearing years on a percentage basis in Keansburg than in the State.

The Keansburg School District is heavily dependent on State aid with 85.3% of the district's general fund revenue attributed to those funds for 2013-2014. State Aid for 2013-2014 increased by 1.5% or \$419,933. This was after a \$1.4 million decrease the year before, which was planned for by the use of surplus in 2012-2013 .

With only 13.4% of the budget funded by the local taxpayers, the future outlook for financing the Keansburg School District continues to depend primarily upon the willingness and ability of the Governor and State Legislature to provide funding in accordance with the School Funding Reform Act and the availability of tax revenues to the State.

3. MAJOR INITIATIVES:

Review of Current Grading System

During the current school year the district is working on our grading system for recommendations to the Superintendent and the Board of Education:

The issues/problems we are working through to identify recommendations are:

- Report Card Grades
- Attendance and influence on grading
- Behavior and influence on grading
- Assessment correlations
- Number of assessments throughout the year
- Are we using the data?
- Reliability of the scores
- How interrelated our scores are?
- Whether or not homework should be a grade

Technology Upgrades Continuing

The initiatives in learning systems that are currently being employed for growth in technology are:

- One to One MacBook initiative in our high school (second phase)
- One to One Hybrid MacBook/iPad at our middle school
- One to One Teacher MacBook for Instruction Platform
- 1:2 iPad/PC/MacBook program at the preK-4 levels
- Use of Online systems instead of textbooks – new resources are Plato and IXL
- The implementation of interactive technology as a tool where available
- The infusion of technology based learning activities throughout the preK-12 curriculum

Improvement of Professional Development Program

During the winter of 2014-2015 the district evaluation advisory committee will work with the district administration to retool the professional development system. The system, will systematically provide both school based and district based professional learning experiences aligned to the districts vision, goals, and non-negotiables, as well as will be informed by the district's strategic planning outcomes.

Redesign of our SuperUser Program

In 2011-2012, the district began a new technology initiative that focused on the development of a professional development cadre of teachers who could support teachers by turnkey training elements of technology in a host of areas.

We are redeveloping our New SuperUser program to be set up in the following way:

SuperUser 1 - Teachers who are SuperUser 1s are veteran SuperUsers who will 1) lead PD in schools and our district, 2) model technology as pertinent to the needs of the kids, school, and district, 3) will work with teachers on technology integration, and 4) will help work peer to peer on the implementation and sustainability of our initiative. This cadre is made up of teachers who are experienced and trained in Apple and other applications.

SuperUser 2 - Teachers who are selected for SuperUser 2 will be training in the different programs of Apple to become experts in each of the applications, as well as other applications that would be expected when SuperUser 2s become SuperUser 1s. SuperUser 2s will train other teachers in technology literacy, but the beyond literacy aspect of Technology (integration) will be conducted by SuperUser 1s. SuperUser 2s have some expertise in using technology and the applications and be interested in training staff and working in small groups or one on one as needed.

SuperUser 3 - Paraprofessionals who are Technology Literacy SuperUsers and train other Paraprofessionals. Paras who are selected will be trained in a manner similar to SuperUser 2s but their work will focus on other paraprofessionals.

Detracked curriculum fully implemented targeting College and Career Readiness Standards

This district continues to implement our shift to mixed ability classrooms. The contour of the classrooms is detracked from pre-K through grade 12. Overall strategy targets student educational attainment at earlier levels (acceleration of curriculum) ultimately putting our students into preparedness levels for college and career based on AP and other programs. This will include a full review of the Next Generation Science Standards and all other new standards previously approved by the New Jersey Board of Education.

Adjust to new graduation requirements

As we continually adapt curriculum and instructional delivery systems to meet the needs of our students, the district is in the process of addressing the new high school graduation requirements as approved by codified by the New Jersey Department of Education.

Preparing for our first PARCC administration

The district will employ the first administration of the PARCC assessment in the Spring of 2015. Current initiatives include the preparation of our technology infrastructure, training of our teachers, and exposure of the content to our students.

Evaluation Program

The district is in year 2 of implementing the ACHIEVE NJ model aligned with the TEACH NJ law.

Strategic Plan:

The district is undergoing the beginnings of the Strategic Planning process. The following are the four areas that we established as an area of needs within our district. During the summer of 2014, the administrative team began working with both an external consultant and stakeholders within the district to identify a set of areas of need for improvement. The following are the framework that we are working through in 2014-2015 and implementing in 2015-2016:

Action Plan: School Climate/Culture/belief systems/ALL students can achieve at high levels.

Goal: To create a school district climate and culture in which ALL staff (administrators, teachers, support staff) believe (the non-negotiable statements) that ALL students can achieve at high levels in order to be prepared for college and career readiness.

STRATEGY:

- 1) To build teacher capacity to function as effective leaders within each school.
- 2) Establish a climate in which teachers are encouraged to effectively identify problems and recommend appropriate solutions.
- 3) Conduct broad research of schools and school districts with similar demographics that are demonstrating success regarding student achievement.
- 4) Define student achievement at each grade level and establish appropriate, achievable goals for students to attain
- 5) Effectively communicate expectations and the non-negotiable statements to the community to include parents/guardians and community members at large.

Action Plan: Create research based structures that support college and career readiness.

Goal: To research and implement research based structures (curriculum, assessment, instruction and school organization) that support college and career readiness and high academic achievement for ALL students.

STRATEGY:

- 1) To continue to review, revise and implement high level curriculum that is congruent with the Common Core Standards and State and National Assessments.
- 2) To research and design a district-wide assessment system that is aligned to the common core and supports rigorous instruction.
- 3) To collaboratively develop a district-wide, systemic professional development program that supports district instructional and assessment initiatives.

Action Plan: To increase leadership capacity throughout the district.

Goal: To strengthen educational leaders throughout the district that will effectively support student achievement.

STRATEGY:

- 1) To collaboratively research highly effective school organizational structures (grade level configurations, middle school teaming, high school teaming, student grouping practices, inclusive schools) that effectively support the instruction of high level, congruent curriculum and a district-wide assessment system.
- 2) To develop educational leaders who model life-long learning through attending workshops, attaining advanced degrees, etc.
- 3) To develop educational leaders who support professionalism and emphasize internal accountability.
- 4) To develop educational leaders who support professionalism and emphasize internal accountability.
- 5) To develop educational leaders who create opportunities and structure for distributive leadership
- 6) To develop educational leaders who consistently hold teachers accountable for high quality instruction through formative and summative assessment (walk-throughs and formal observation).
- 7) To develop educational leaders who demonstrate a common understanding of high quality instructional practices.
- 8) To develop educational leaders who create environments for teachers to innovate and take risks.
- 9) To develop educational leaders who model and expect the effective use of technology for communication and instruction.
- 10) To develop educational leaders who collaborate with staff around problem solving, continuous improvement and best practices such as professional learning communities.
- 11) To develop educational leaders who recognize that students, parents/guardians, and community members are partners.

Action Plan: To ensure that educational equity exists throughout the district in all schools.

Goal: To ensure that there is consistent and equitable implementation of educational practices, procedures and expectations throughout the district in pre-school, elementary school, middle school and high school.

STRATEGY:

- 1) To be certain that all students are held to the same behavioral standard in all five schools.
- 2) To remove barriers for minority students, students with special needs and English language learners.
- 3) To maximize the use of district funds in order to make them available to support all necessary instructional resources for all students.
- 4) To hold all students to the same high academic standards in all five schools.
- 5) To provide all students with appropriate supports to access high quality academic programs.
- 6) To implement district level decisions consistently and with fidelity in all five schools.
- 7) To be certain that no bias is demonstrated by staff members toward any student.

4. ACCOUNTING SYSTEMS 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 the Notes to the Financial Statements.

5. INDEPENDENT AUDIT: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Cowan, Guteski and

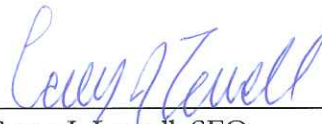
Co. for this task. In addition to meeting the requirement set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984, the related OMB Circular A-133 and State OMB Circular 04-04. The auditor's report on the general-Purpose financial statements and combining and individual fund statements and schedules 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.

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

Respectfully submitted,

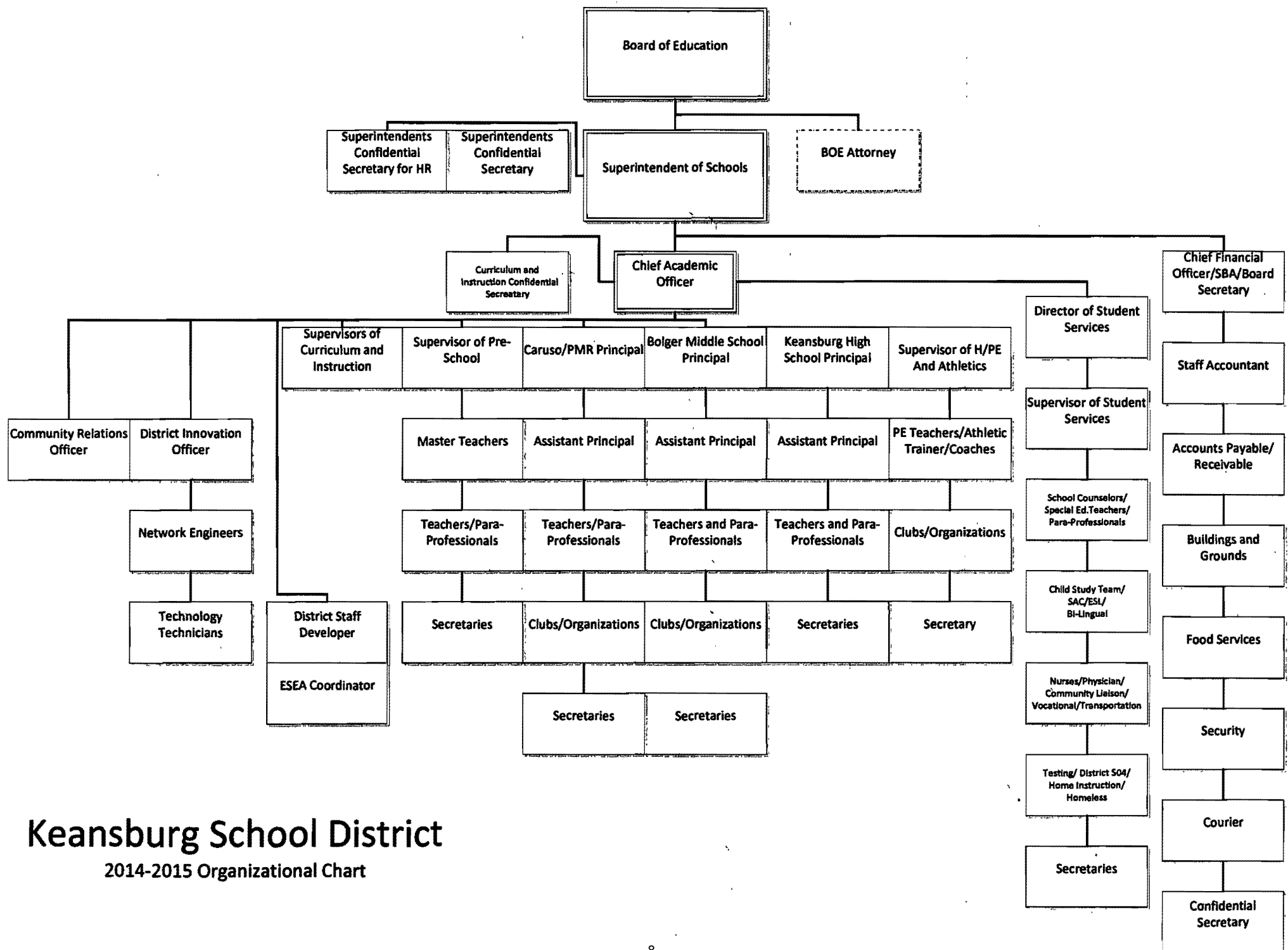


Gerald North
Superintendent



Corey J. Lowell, SFO
Business Administrator/Board Secretary

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KEANSBURG SCHOOL DISTRICT
BOARD OF EDUCATION
KEANSBURG, NEW JERSEY

Roster of Officials
June 30, 2014

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Judy Ferraro	2015
Kimberly Kelaheer Moran, Vice President	2014
Ann Marie Best	2016
Dolores A. Bartram	2016
Walter Fleming	2016
Robert Ketch	2014
Christopher J. Hoff	2014
Patricia Frizell	2015
Michael Donaldson	2015

Other Officials

Gerald North, Superintendent of Schools

Corey Lowell, School Business Administrator/Board Secretary

KEANSBURG SCHOOL DISTRICT
BOARD OF EDUCATION
KEANSBURG, NEW JERSEY

Consultants and Advisors

Auditor

Cowan, Guteski & Co., P.A.
40 Bey Lea Road, Suite A101
Toms River, New Jersey 08753

Attorney

John O. Bennet, Esq.
Dillworth, Paxton, LLP
1305 Campus Parkway-Suite 201
Neptune, New Jersey 07753

Architect

Andrew F. Trocchia, AIA
Sonnenfeld and Trocchia Architects
53 Main Street
Holmdel, New Jersey 08701

Health Insurance Broker

Gary W. Goldfarb
Senior Vice President-Employee Benefits Division
Brown & Brown Benefit Advisors
1129 Broad Street, Suite 101
Shrewsbury, NJ 07702

Property/Casualty Insurance Broker

New Jersey Schools Insurance Group
450 Veterans Drive
Burlington, New Jersey 08016

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Financial Section

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COWAN, GUNTESKI & Co., P.A.

Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' REPORT

Honorable President and Members
of the Board of Education
Keansburg School District
Keansburg, New Jersey
County of Monmouth

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Board of Education of the Keansburg School District, County of Monmouth, New Jersey (the "District") as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 13–20 and 48–63 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements,

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual fund financial statements, long-term debt schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and long-term debt schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and long-term debt schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB 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 and in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Kevin P. Donovan, CPA
Licensed Public School Accountant
No. 20CS00224700
Cowan, Guteski & Co., P.A.

Toms River, New Jersey
November 26, 2014

Required Supplementary Information - Part I

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**KEANSBURG SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2014**

As management of the Keansburg School District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information presented in the Letter of Transmittal, the financial statements, notes to the financial statements, and other supplemental information to enhance their understanding of the District's financial performance.

Financial Highlights

- The total assets of the Keansburg School District exceeded its liabilities at the end of the 2014 fiscal year by \$14,748,652. In total, net position increased by \$1,931,650. The cause of this increase was primarily related to an unanticipated decrease in budgeted tuition and transportation expenditures as a result of Hurricane Sandy from 2012. The decrease in tuition costs from 2013 to 2014 was \$479,745 and the decrease in transportation costs was \$193,443.
- Liabilities exceed assets of the District's business-type activities (mainly, the school food services program) by \$239,232. This was a decrease of \$43,651 this year. While operating revenue increased \$60,670 and non-operating revenue increased \$56,727, expenses continue to outpace expenditures. Expenditures increased \$191,309 from 2013 to 2014. The food service fund is continuing to lose money from operations but at a slower rate than prior years.
- General revenues accounted for \$37,501,859, which is an increase of \$979,319 from 2013 – mainly due to an increase in State aid of \$789,883. Program specific revenues in the form of charges for services and grants and contributions accounted for \$6,250,541, which is a increase of \$78,535 from 2013.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) district-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-wide financial statements. The *district-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector companies.

The *Statement of Net Assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. To assess the District's overall health, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities should be considered.

The *Statement of Activities* presents information showing how the District's net assets changed during the most recent fiscal year. All of the current year's revenue and expenses are reported as soon as the underlying event giving rise to the changes occurs, regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

In the district-wide financial statements, the District's activities are divided into two distinct activities.

Governmental Activities – Most of the District's programs and services reported here include instruction, support services, operation and maintenance of plant, pupil transportation, and administration. Property taxes and state formula aid finance most of these activities.

Business-Type Activities – The District charges fees and receives federal and state reimbursements to cover the costs of its food service operation. The financial activity of this program is reported as business-type activity.

Fund financial statements. Fund financial statements provide information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. New Jersey school districts are required to treat all governmental and enterprise funds as major funds because of the importance placed on these funds by users of these financial statements.

Governmental Funds – Most of the District's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balance left at year-end available for spending in future periods. These funds are reported using the accounting method called Modified Accrual Accounting. This method of accounting measures cash and all other financial assets that can readily be converted into cash. The governmental fund financial statements provide a detail short-term view of the District's general governmental operations and basic services it provides.

Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship or differences between governmental activities reported at the district-wide level and those reported at the fund level are reconciled in the financial statements of the governmental funds.

Proprietary Fund – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The Food Service Fund has historically operated as the Enterprise Fund using the same basis of accounting as business type activities.

Fiduciary Fund – The District serves as the trustee, or *fiduciary*, for assets that belong to others such as the student activities fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

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.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund as required supplementary information.

Financial Analysis of the District as a Whole

Net assets. Net assets serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$14,987,884 as of June 30, 2014.

The largest portion of the District's net assets reflect its investment in capital assets (e.g. land and improvements, building and improvements, vehicles, furniture and equipment and construction in progress), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	<u>2014</u>	<u>2013</u>
Revenues:		
Program revenues:		
Charges for services	\$ 218,938	\$ 160,364
Operating grants and contributions	6,250,541	6,172,006
General revenues:		
Property taxes	4,691,805	4,889,680
Federal and State Aid	32,768,467	30,724,747
Other	<u>41,587</u>	<u>908,113</u>
Total Revenues	43,971,338	42,854,910
Expenses:		
Program expenses:		
Instruction:		
Regular	\$13,989,259	\$14,755,639
Special	5,606,168	5,900,904
Other	3,822,604	3,520,822
Support services:		
Tuition	2,350,691	2,830,436
Support services	6,735,241	6,492,933
General administration	706,344	742,654
School administration	1,334,645	1,270,867
Operations and maintenance	3,634,172	4,071,681
Pupil transportation	1,296,582	1,490,025
Business and other support services	633,318	710,197
Food Service	1,123,229	935,498
Other	<u>807,435</u>	<u>640,176</u>
Total Expenses	42,039,688	43,361,832
Increase (decrease) in net assets	\$ 1,931,650	(\$ 506,922)

The increase in charges for services in food service is mostly attributed to a one-time revenue in 2014. The increase in Federal and State aid is partially due to a Community Development Block Grant received by the District in 2014 to fund "essential services" due to Hurricane Sandy in 2012. This is also the cause of the decrease in property taxes during 2014 since this grant was utilized to decrease the tax burden to local taxpayers due to a loss in ratables as a result of the hurricane. The decrease in "other" is due to a recognized loss for GASB 34 purposes due to the revaluation of assets by an asset appraisal company.

Expenses decreased overall during 2014, partially due to attrition (i.e., not replacing staff members who retire). There was a significant decrease in tuition and transportation compared to 2013 due to displaced & homeless students from

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

The following table presents a summary of the District's net assets for the fiscal year ended June 30, 2014 and comparison with June 30, 2013:

	<u>2014</u>	<u>2013</u>
Current assets	\$ 5,570,603	\$ 6,236,281
Capital assets, net	<u>11,877,158</u>	<u>9,882,296</u>
Total assets	\$17,447,761	\$16,118,577
Current liabilities	954,435	2,045,577
Long-term debt outstanding	<u>1,505,442</u>	<u>1,060,417</u>
Total liabilities	\$ 2,459,877	\$ 3,105,994
Net assets:		
Invested in capital assets, net of related debt	\$ 10,153,795	\$ 8,077,516
Restricted	3,923,907	6,155,752
Unrestricted	<u>910,182</u>	<u>(1,220,685)</u>
Total net assets	\$ 14,987,884	\$ 13,012,583

The District's total net assets were \$14,987,884 as of June 30, 2014, which is an increase of \$1,975,301 over the prior year. The cause of this increase was primarily related to an unanticipated decrease in budgeted tuition and transportation expenditures as a result of Hurricane Sandy from 2012. The decrease in tuition costs from 2013 to 2014 was \$479,745 and the decrease in transportation costs was \$193,443.

In the District's main business-type activities, the food service program, liabilities exceeded assets by \$240,782 as of June 30, 2014. This was a decrease of \$43,353 this year. The food service fund is continuing to lose money from operations but at a slower rate than prior years. The District raised its prices again this year and will look to fund the deficit while the food service management company works with their bargaining unit to continue to decrease labor costs.

Changes in net assets. The District's total revenues for the fiscal year ended June 30, 2014, were \$43,971,338. The total cost of all programs and services was \$42,039,688. The following table presents a summary of the changes in net assets for the fiscal year ended June 30, 2014 and comparison with June 30, 2013.

Hurricane Sandy. The increase in custodial services was due to the high demand for overtime from numerous snowfalls during the winter of 2014. There was a decrease in health benefits cost to the district due to the phasing in of Ch. 78, PL. 2011 which requires employees to contribute towards health benefits.

Governmental and business-type activities. The following table presents the cost of the major District functional activities. It also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs.) The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

	<u>Total Cost</u>	<u>Net Cost</u>
Governmental Activities		
Instruction	\$23,418,031	\$17,870,658
Tuition	2,350,691	2,350,691
Support services – instructional	6,735,241	6,735,241
General administration	706,344	706,344
School administration	1,334,645	1,334,645
Operations and maintenance	3,634,172	3,634,172
Pupil transportation	1,296,582	1,296,582
Business and other support services	633,318	633,318
Other	<u>807,435</u>	<u>807,435</u>
Total Governmental Activities	40,916,459	35,369,086
Business-type Activities		
Food Service Program	<u>1,123,229</u>	<u>201,123</u>
Total	<u>\$42,039,688</u>	<u>\$35,570,209</u>

- The cost of all governmental activities this year was \$35,369,086, which is \$588,369 lower than 2013. This is mainly due to attrition, decrease in tuition and transported associated with Hurricane Sandy from 2012, and a decrease in health benefit cost associated with higher employee contributions due to Ch. 78, PL 2011.
- Federal and state grants and charges for services subsidized certain programs with grants and contributions and other local revenue of \$6,250,541. This is a \$78,535 increase from 2013 – mainly due to chargers for services in the food service fund associated with a special event in the summer of 2013.
- Instruction represents 57% of the total cost of all governmental activities of the District. This is the same percentage as 2013, which means we're maintaining direct educational costs for students.

- Administration represents 4.99% of the total cost of all governmental activities of the District. This is a slight increase from the prior year's percentage of 4.6% mainly due to increased telecommunications costs from a decrease in e-Rate funding.
- For business-type activities, the food services program expenses exceeded revenues by \$43,353. Plans have been put in place to minimize losses by continuing to lower labor costs for the 2014-2015 school year.
- Charges for services in the food service program represent \$218,938, which is a \$58,574 increase from the prior year. The District had a one-time revenue during the summer of 2013 which resulted in an increase during the 2014 school year (Work Camp). Also, the downturn in the economy and decrease in student population are the cause of less students purchasing school lunch than in 2014.

Financial Analysis of the District's Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financial requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$4,834,089. There is a surplus of \$910,182 in the unassigned fund balance. The remaining fund balance is reserved or designated to indicate that it is not available for spending because it has already been committed.

General Fund Budgetary Highlights

The District's budget is prepared according to the State of New Jersey budget law and is based on a basis of cash receipts, disbursements, and encumbrance system. The most significant budgeted funds are the General Fund and the Special Revenue Fund.

The District uses school-based budgets as required by the New Jersey Department of Education. The utilization of these budgets provides tight budgetary control for each school and flexibility for site management.

During the fiscal year 2014, the District amended its general fund budget as needed. The amendments are due to changes in expenditure priorities of the District. The State of New Jersey budget guidelines provide flexibilities for Districts to amend budget line items upon the Board's approval.

A schedule showing the original and final budget amounts compared to the actual financial activity for the General Fund is provided in this report.

Capital Assets and Debt Administration

Capital assets. By the end of 2014, the District had \$11,877,158 , net of depreciation in a broad range of capital assets, including school buildings, athletic facilities, computers and audiovisual equipment.

Debt administration As of June 30, 2014, the District had no general obligation bonds outstanding, as they were paid off during the 2013-2014 fiscal year. (More detailed information about the District's long-term liabilities is presented in notes to the financial statements.)

Factors Bearing on the District's Future

The Borough of Keansburg sustained significant damage as a result of Hurricane Sandy in October 2012. Many homes were damaged and families have been displaced. There has been a decline in enrollment. The Borough of Keansburg lost \$30 million in ratables. It is unknown at this time how the storm may impact the future financial health of the District.

Contacting the District's Financial Management

The financial report is designed to provide a general overview of the Keansburg School District's finances for all those with an interest in the District's finances. Questions concerning any of the information in this report or requests for additional information should be addressed to Corey Lowell, SFO, School Business Administrator/Board Secretary, Keansburg Board of Education, 100 Palmer Place, Keansburg, NJ 07734.

Basic Financial Statements

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District-Wide Financial Statements

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF NET POSITION
June 30, 2014

Exhibit A-1

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 2,114,472	\$ 43,813	\$ 2,158,285
Accounts Receivable, net	3,049,877	132,166	3,182,043
Interfund Receivables	406,254	-	406,254
Inventory	-	33,894	33,894
Capital Assets, net	<u>11,877,158</u>	<u>97,303</u>	<u>11,974,461</u>
Total Assets	<u>\$ 17,447,761</u>	<u>\$ 307,176</u>	<u>\$ 17,754,937</u>
LIABILITIES			
Accounts Payable	\$ 262,965	\$ 140,154	\$ 403,119
Payable to Federal Government	5,493	-	5,493
Payable to State Government	12,880	-	12,880
Interfund Payables	-	406,254	406,254
Deferred Revenue	190,706	-	190,706
Current Portion of Long-Term Debt	482,391	-	482,391
Noncurrent Liabilities:			
Due Beyond One Year	<u>1,505,442</u>	<u>-</u>	<u>1,505,442</u>
Total Liabilities	<u>2,459,877</u>	<u>546,408</u>	<u>3,006,285</u>
NET POSITION			
Net Investment in Capital Assets	10,153,795	97,303	10,251,098
Restricted for:			
Reserved Fund Balance - Excess Surplus - Designated for Subsequent Year's Expenditures	2,090,313	-	2,090,313
Reserved Fund Balance - Excess Surplus	1,147,309	-	1,147,309
Reserved for Maintenance Reserve	400,000	-	400,000
Reserved for Emergency Reserve	250,000	-	250,000
Encumbrances	36,285	-	36,285
Unrestricted	<u>910,182</u>	<u>(336,535)</u>	<u>573,647</u>
Total Net Position	<u>\$ 14,987,884</u>	<u>\$ (239,232)</u>	<u>\$ 14,748,652</u>

See Accompanying Notes and Independent Auditors' Report

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2014

Exhibit A-2

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities
Governmental Activities					
Instruction					
Regular	\$ 13,989,259	\$ -	\$ 3,821,106	\$ (10,168,153)	\$ -
Special Education	5,606,168	-	-	(5,606,168)	-
Other Instruction	3,822,604	-	1,726,267	(2,096,337)	-
Support Services					
Tuition	2,350,691	-	-	(2,350,691)	-
Student and Instruction Related Services	6,735,241	-	-	(6,735,241)	-
General Administrative Services	706,344	-	-	(706,344)	-
School Administrative Services	1,334,645	-	-	(1,334,645)	-
Plant Operations and Maintenance	3,634,172	-	-	(3,634,172)	-
Pupil Transportation	1,296,582	-	-	(1,296,582)	-
Business and Other Support Services	633,318	-	-	(633,318)	-
Interest on Long-Term Debt	20,535	-	-	(20,535)	-
Unallocated Depreciation	786,900	-	-	(786,900)	-
Total Governmental Activities	40,916,459	-	5,547,373	(35,369,086)	-
Business-Type Activities					
Food Service and Community Service	1,123,229	218,938	703,168	-	(201,123)
Total Business-Type Activities	1,123,229	218,938	703,168	-	(201,123)
Total Primary Government	\$ 42,039,688	\$ 218,938	\$ 6,250,541	\$ (35,369,086)	\$ (201,123)
General Revenues and Transfers:					
Taxes:					
Taxes Levied for General Purposes				\$ 4,290,139	\$ -
Taxes Levied for Debt Service				401,666	-
Federal and State Aid Not Restricted				32,768,467	-
Tuition received				125,626	-
Investment Earnings				35	1
Miscellaneous Income (Expense)				322,304	-
Transfers				(157,471)	157,471
Loss on Disposal and Revaluation of Long-term Assets				(406,379)	-
Total General Revenues and Transfers				37,344,387	157,472
Change in Net Position				1,975,301	(43,651)
Net Position - Beginning				13,012,583	(195,581)
Net Position- Ending				<u>\$ 14,987,884</u>	<u>\$ (239,232)</u>

See Accompanying Notes and Independent Auditors' Report

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Fund Financial Statements

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Governmental Funds

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KEANSBURG SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2014

Exhibit B-1

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 1,877,275	\$ 237,197	\$ -	\$ -	\$ 2,114,472
Accounts Receivables from Other Governments	2,021,045	462,648	122,717	34,752	2,641,162
Interfund Receivable	1,393,019	-	-	-	1,393,019
Total Assets	\$ 5,291,339	\$ 699,845	\$ 122,717	\$ 34,752	\$ 6,148,653
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 192,780	\$ 13,685	\$ 56,500	\$ -	\$ 262,965
Interfund Payable	-	477,081	66,217	34,752	578,050
Payable to Federal Government	-	5,493	-	-	5,493
Payable to State Government	-	12,880	-	-	12,880
Deferred Revenue	-	190,706	-	-	190,706
Total Liabilities	192,780	699,845	122,717	34,752	1,050,094
Fund Balances					
Restricted for:					
Excess Surplus - Current Year	1,147,309	-	-	-	1,147,309
Excess Surplus - Designated for					
Subsequent Year's Expenditures	2,090,313	-	-	-	2,090,313
Maintenance Reserve	400,000	-	-	-	400,000
Emergency Reserve	250,000	-	-	-	250,000
Committed to:					
Encumbrances	36,285	-	-	-	36,285
Assigned to:					
Designated for Subsequent Year's Expenditures	2,095,647	-	-	-	2,095,647
Unassigned, reported in:					
General Fund	(920,995)	-	-	-	(920,995)
Total Fund Balances	5,098,559	-	-	-	5,098,559
Total Liabilities and Fund Balances	\$ 5,291,339	\$ 699,845	\$ 122,717	\$ 34,752	

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 \$21,392,107 and the accumulated depreciation is \$9,514,949.

11,877,158

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Capital leases payable	\$ (1,723,363)	
Compensated absences	(264,470)	
		<u>(1,987,833)</u>

Net Assets of Governmental Activities \$ 14,987,884

KEANSBURG SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2014

Exhibit B-2

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources					
Local Tax Levy	\$ 4,290,139	\$ -	\$ -	\$ 401,666	\$ 4,691,805
Tuition	125,626	-	-	-	125,626
Interest on Investments	35	-	-	-	35
Miscellaneous	287,006	35,298	-	-	322,304
Total Local Sources	4,702,806	35,298	-	401,666	5,139,770
State Sources	30,396,675	3,480,206	1,028,559	500,097	35,405,537
Federal Sources	346,237	2,564,066	-	-	2,910,303
Total Revenues	35,445,718	6,079,570	1,028,559	901,763	43,455,610
EXPENDITURES					
Current					
Regular Instruction	7,792,124	3,117,136	-	-	10,909,260
Special Education Instruction	3,971,932	-	-	-	3,971,932
Other Instruction	1,526,817	1,726,267	-	-	3,253,084
Support Services and Undistributed Costs					
Tuition	2,350,691	-	-	-	2,350,691
Student and Instruction Related Services	4,923,083	-	-	-	4,923,083
General Administrative	611,635	-	-	-	611,635
School Administrative Services	973,052	-	-	-	973,052
Plant Operations and Maintenance	3,594,716	-	-	-	3,594,716
Student Transportation	1,296,582	-	-	-	1,296,582
Business and Other Support Services	488,516	-	-	-	488,516
Unallocated Benefits	7,570,217	670,744	-	-	8,240,961
Transfers to Cover Deficit (Enterprise Fund)	157,471	-	-	-	157,471
Debt Service					
Principal	-	-	-	865,000	865,000
Interest and Other Charges	-	-	-	36,763	36,763
Capital Outlay	2,091,058	68,524	1,028,559	-	3,188,141
Total Expenditures	37,347,894	5,582,671	1,028,559	901,763	44,860,887
(Deficiency) Excess of Revenues (Under) Over Expenditures	(1,902,176)	496,899	-	-	(1,405,277)
OTHER FINANCING SOURCES (USES)					
Capital Leases (non-budgeted)	1,114,592	-	-	-	1,114,592
Transfers In	16,965,729	-	-	-	16,965,729
Transfers Out	(16,468,830)	(496,899)	-	-	(16,965,729)
Total Other Financing Sources (Uses)	1,611,491	(496,899)	-	-	1,114,592
Net Change in Fund Balances	(290,685)	-	-	-	(290,685)
Fund Balance - July 1	5,389,244	-	-	-	5,389,244
Fund Balance - June 30	\$ 5,098,559	\$ -	\$ -	\$ -	\$ 5,098,559

See Accompanying Notes and Independent Auditors' Report

KEANSBURG SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2014

Exhibit B-3

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ (290,685)

Amounts reported for governmental activities in the Statement of Activities (A-2) are
are different because:

Capital outlays are reported in Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which capital outlays (net of adjustments) exceeded depreciation.

Depreciation Expense	\$ (786,900)	
Capital Outlays - net of adjustments	3,188,141	2,401,241

Repayment of capital leases is an expenditure in the Governmental Fund, but the repayment reduces long-term liabilities in the Statement of Net Assets and is not reported in the Statement of Activities. 331,009

Repayment of bond principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the Statement of Net Assets and is not reported in the Statement of Activities. 865,000

Proceeds from issues of capital leases are a financing source in the Governmental Funds. They are not revenue in the Statement of Activities; issuing capital leases increases long-term liabilities in the Statement of Net Position. (1,114,592)

In the Statement of Activities, interest on long-term debt in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. The accrued interest is an addition in the reconciliation. The payment of the prior year accrued interest is a deduction. The net reconciling item is: 16,228

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed. (406,379)

In the Statement of Activities, certain operating expenses, e.g. compensated absences (vacations and sick time) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a deduction; when the paid amounts exceed the earned amount the difference is an addition to the reconciliation. 173,479

Change in Net Position of Governmental Activities	\$ 1,975,301	
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Proprietary Funds

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2014

		Business-Type Activities - Enterprise Funds		
		Food Service	Community Service	Totals
ASSETS				
Current Assets				
Cash and Cash Equivalents		\$ 42,263	\$ 1,550	\$ 43,813
Accounts Receivable				
State		1,876	-	1,876
Federal		126,525	-	126,525
Other Accounts Receivable		3,765	-	3,765
Inventory		33,894	-	33,894
Total Current Assets		208,323	1,550	209,873
Capital Assets, net		97,303	-	97,303
Total Assets		<u>\$ 305,626</u>	<u>\$ 1,550</u>	<u>\$ 307,176</u>
LIABILITIES				
Liabilities				
Accounts Payable		\$ 140,154	\$ -	\$ 140,154
Interfund Accounts Payable		406,254	-	406,254
Total Liabilities		546,408	-	546,408
NET POSITION				
Unrestricted		(240,782)	1,550	(239,232)
Total Liabilities and Net Position		<u>\$ 305,626</u>	<u>\$ 1,550</u>	<u>\$ 307,176</u>

KEANSBURG SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds		
	Food Service	Community Service	Total
Operating Revenues			
Charges for Services			
Daily Sales - Reimbursable Programs	\$ 187,293	\$ -	\$ 187,293
Special Functions	31,645	-	31,645
Total Operating Revenues	218,938	-	218,938
Operating Expenses			
Cost of Sales	359,250	-	359,250
Salaries	399,053	298	399,351
Equipment	50,910	-	50,910
Repairs	56,161	-	56,161
Management Fee	114,270	-	114,270
Depreciation Expense	36,989	-	36,989
Food Distribution	39,567	-	39,567
Summer Food Program	13,763	-	13,763
Miscellaneous Costs	52,968	-	52,968
Total Operating Expenses	1,122,931	298	1,123,229
Operating Loss	(903,993)	(298)	(904,291)
Non-Operating Revenues (Expenses)			
State Sources			
State School Lunch Program	9,775	-	9,775
Federal Sources			
National School Lunch Program	456,047	-	456,047
National School Breakfast Program	178,005	-	178,005
National After School Snack Program	6,657	-	6,657
Summer Food Program	13,117	-	13,117
Food Distribution Program	39,567	-	39,567
Interest and Investment Revenue	1	-	1
Transfer from General Fund	157,471	-	157,471
Total Non-Operating Revenues (Expenses)	860,640	-	860,640
Change in Net Position	(43,353)	(298)	(43,651)
Total Net Position - July 1	(197,429)	1,848	(195,581)
Total Net Position - June 30	<u>\$ (240,782)</u>	<u>\$ 1,550</u>	<u>\$ (239,232)</u>

KEANSBURG SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds		
	Food Service	Community Service	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts From Customers	\$ 234,958	\$ -	\$ 234,958
Payments to Employees	(399,053)	(298)	(399,351)
Payments for Other Costs	(159,452)	-	(159,452)
Payments to Suppliers	(615,660)	-	(615,660)
Net Cash Provided by (Used in) Operating Activities	(939,207)	(298)	(939,505)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer from General Fund	106,485	-	106,485
Cash Received from State and Federal Reimbursements	580,774	-	580,774
Net Cash Provided by (Used in) Noncapital Financing Activities	687,259	-	687,259
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Capital Assets	(14,700)	-	(14,700)
Interest and Dividends	1	-	1
Net Cash Provided by (Used in) Investing Activities	(14,699)	-	(14,699)
Net Increase (Decrease) in Cash and Cash Equivalents	(266,647)	(298)	(266,945)
Cash and Cash Equivalents, Beginning of Year	308,910	1,848	310,758
Cash and Cash Equivalents, End of Year	\$ 42,263	\$ 1,550	\$ 43,813
Reconciliation of Operating Loss to Net Cash Provided by (Used in) Operating Activities			
Operating Loss	\$ (903,993)	\$ (298)	\$ (904,291)
Adjustments to Reconcile Operating Loss to net Cash Provided by (Used in) Operating Activities			
Depreciation Expense	36,989	-	36,989
Food Distribution Program	39,567	-	39,567
Loss on Disposal of Equipment	14,350	-	14,350
(Increase) Decrease in:			
Accounts Receivable	16,020	-	16,020
Inventory	(12,994)	-	(12,994)
Increase (Decrease) in:			
Accounts Payable	(129,146)	-	(129,146)
Total Adjustments	(35,214)	-	(35,214)
Net Cash Provided by (Used in) Operating Activities	\$ (939,207)	\$ (298)	\$ (939,505)
NON-CASH TRANSACTIONS			
Adjustment due to fixed asset inventory procedures	\$ 5,623	\$ -	\$ 5,623

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Fiduciary Funds

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KEANSBURG SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2014

	Private Purpose Scholarship Fund	Agency Fund	Total
ASSETS			
Cash and Cash Equivalents	\$ 18,316	\$ 680,591	\$ 698,907
Total Assets	<u>\$ 18,316</u>	<u>\$ 680,591</u>	<u>\$ 698,907</u>
LIABILITIES			
Interfund Payable	\$ -	\$ 408,715	\$ 408,715
Due to Student Groups	-	56,686	56,686
Payroll Deductions and Withholdings	<u>-</u>	<u>215,190</u>	<u>215,190</u>
Total Liabilities	-	680,591	680,591
NET POSITION			
Fund Balance			
Reserved for Scholarships	<u>18,316</u>	<u>-</u>	<u>18,316</u>
Total Liabilities and Net Position	<u>\$ 18,316</u>	<u>\$ 680,591</u>	<u>\$ 698,907</u>

See Accompanying Notes and Independent Auditors' Report

KEANSBURG SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Fiscal Year Ended June 30, 2014

	Private Purpose Scholarship Fund
REVENUE	
Interest on Investments	\$ -
DEDUCTIONS	
Scholarship Payments	<u>(1,100)</u>
Change in Net Position	(1,100)
Net Position - Beginning of the Year	<u>19,416</u>
Net Position - End of the Year	<u><u>\$ 18,316</u></u>

Notes to the Financial Statements

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KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Keansburg School District ("District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has issued codification of governmental accounting and financial standards dated June 30, 2000. This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local government.

This financial report has been prepared in accordance with GASB Statement No. 34, Basic Financial Statements – Management's Discussion and Analysis – for State and Local Governments, issued in June 1999. Significant changes included in the Statement include the following:

- A Management and Discussion and Analysis (MD&A) section providing an analysis of the District's overall financial position and results of its operations.
- Financial statements prepared using full accrual accounting for all of the District's activities.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying basic financial statements. The more significant of the District's accounting policies are described below.

A. Reporting Entity:

The District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education ("Board"). The Board consists of nine members elected to three-year terms and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Component units are legally separate organizations for which the school district is financially accountable. Component units may also include organizations that are fiscally dependent on the school district in that the school district approves their budget, the issuance of their debt, or the levy of taxes. The District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

The District also applies Financial Accounting Standards Board pronouncements issued on or before November 30, 1989 to its governmental and business-type activities and proprietary funds provided they do not conflict with or contradict GASB pronouncements.

B. Basic Financial Statements – Government-Wide Statements:

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements. The government-wide financial statements categorize primary activities as either governmental or business-type.

The government-wide statement of net assets is reported on the full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely on fees and charges for support. The District's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basic Financial Statements – Government-Wide Statements (continued):

The government-wide statement of activities reports both the gross and net costs of each of the District's functions. The net costs by function are normally supported by general revenues (property taxes, unrestricted intergovernmental revenues and investment income). The direct expenses of a given function or business segment, including depreciation expense, are offset by program revenues. Program revenues must be directly associated with the functional expense and includes charges for services, operating grants restricted to a specific function and capital grants and contributions.

The District does not allocate indirect costs. In creating the government-wide financial statements the District has eliminated interfund transactions.

The District maintains a policy of utilizing restricted resources first in financing qualified activities.

C. Basic Financial Statements – Fund Financial Statements:

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund balance, revenue and expenditures. Governmental resources are allocated to and for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types:

Governmental funds are those funds through which most of the District's functions are typically financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities are accounted for through governmental funds.

General Fund - The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund - The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

Capital Projects Fund - The capital project 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).

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.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basic Financial Statements – Fund Financial Statements (continued):

Proprietary Fund Types:

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

Community Service Fund - This enterprise fund accounts for all revenues and expenses pertaining to community services offered by the district. The district provides educational and recreational programs for community members and the related revenues and expenses are accounted for in this fund.

Fiduciary Fund Types:

Trust and Agency Funds - The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Expendable Trust Funds (Unemployment Compensation Insurance Fund and Scholarship Fund) - Expendable trust funds are used to account for assets held under the terms of a formal trust agreement, whereby the District may make expenditures against both the trust principal and any interest earned thereon.

Nonexpendable Trust Funds - A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. The District maintains a scholarship fund as a nonexpendable trust fund as of June 30, 2014.

Agency Funds (Payroll and Student Activities Fund) - 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.

D. Measurement Focus and Basis of Accounting:

Basis of accounting refers to the point at which revenues or expenditure/expenses are recognized in the accounts and reported in the basic financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied. Governmental funds use the current financial resources focus and the governmental-wide statement uses the economic resources measurement focus.

Accrual

Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. The accrual basis of accounting is also used for measuring financial position and operating results of proprietary fund types. Revenues are recognized when earned and expenses are recognized when incurred.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Modified Accrual

The modified accrual basis of accounting is used for measuring the 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. 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.

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

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 and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of details as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.1. All budget amendments must be approved by Board resolution.

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 with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

A reconciliation of differences between budgetary inflows and outflows and GAAP revenues and expenditures is presented in exhibit C-3 in the financial statements.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Encumbrances:

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

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

The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the 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. Cash, Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with 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.

H. 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.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Inventory:

On the government-wide financial statements, inventory is presented at the lower of cost or market on a first-in, first-out basis, and are expensed when used. Inventory in governmental funds are stated at cost by the first-in, first-out method. The purchase method is used to account for inventory. Under the purchase method, inventory is recorded as expenditures when purchased; however, an estimated value of inventory is being reported as an asset in the general fund. The inventory in the general fund is equally offset by a fund balance reserve, which indicates they do not constitute "available spendable resources" even though they are a component of net current assets. There was no material balance of inventory in the governmental funds at June 30, 2014.

A physical inventory of the food services fund was taken as of June 30, 2014. The inventory consisted of purchased commodities and supplies; both valued using the first-in, first-out method. The District values government commodities at their estimated fair market value and reports any unused commodities as deferred revenue.

J. Prepaid Expenses:

In both the government-wide and fund financial statements, prepaid expenses are recorded as assets in the specific governmental fund in which the future benefit will be received.

K. Allowance for Uncollectible Accounts:

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

L. Capital Assets:

Capital assets purchased or acquired are capitalized at historical costs or estimated historical costs and are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets as defined by the District are those assets with an initial individual cost of more than \$2,000 and an estimated useful life in excess of one year. Management has also elected to include certain homogenous asset categories with individual balances less than \$2,000 as composite groups for financial reporting purposes. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend the assets life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

Depreciation on all capital assets is provided on the straight-line basis over the estimated useful lives as follows:

Site Improvements	50 years
Building and Building Improvements	20 – 50 years
Machinery and Equipment	5 – 12 years

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Long-Term Obligations:

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Fund Balances:

In February 2009, the GASB issued GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54"). GASB 54 is effective for periods beginning after June 15, 2010 and establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

- 1) Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
- 2) Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- 3) Committed - includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.
- 4) Assigned - amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.
- 5) Unassigned - includes all spendable amounts not contained in the other classifications.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

O. Compensated Absences for Vacation and Sick Leave:

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.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Compensated Absences for Vacation and Sick Leave (continued):

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

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

The long-term liability for vested compensated absences of the governmental fund type is recorded in the government-wide financial statements as the benefits accrued to employees. As of June 30, 2014 the compensated absences liability for governmental funds was \$264,470.

P. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash, which has been received but not yet earned. See NOTE 1(C) regarding the special revenue fund.

Q. 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. Designated fund balances represent plans for future use of financial resources. Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds.

R. Net Position:

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* became effective for financial statements for periods beginning after December 31, 2011 and established standards for reporting deferred outflows of resources, deferred inflows of resources, and net position. The adoption of this statement resulted in a change in the presentation of the Statement of Net Position (previously referred to as the Statement of Net Assets). The term "Net Assets" is now changed to "Net Position" throughout the financial statements.

Net Position represents the difference between assets, deferred outflows, deferred inflows, and liabilities in the government-wide financial statements. Net Position invested in capital assets is reported net of related debt and accumulated depreciation. Net Position is reported as restricted in the government-wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

S. Allocation of Indirect Expenses:

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

T. Extraordinary and Special Items:

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

U. Memorandum Only – Total Columns:

Total columns are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with accounting principles generally accepted in the United States of America. Neither are such data comparable to a consolidation.

V. Comparative Data:

Comparative total data for the prior year had been presented in order to provide an understanding of changes on the District's financial position and operations. Certain 2013 amounts have been reclassified to conform to the 2014 presentation. This had no effect on the financial statement amounts for either year.

W. Use of Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

X. Subsequent Events:

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2014 and the date that the financial statements were issued for possible disclosure and recognition in the financial statement, and no items have come to the attention of the District that would require disclosure.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and Cash Equivalents

Operating cash, in the form of checking accounts, is held in the District's name by several commercial banking institutions. At June 30, 2014, the bank balance was \$3,408,285.

Pursuant to GASB Statement No. 40, "*Deposit and Investment Risk Disclosures*" ("GASB 40"), the District's checking accounts are profiled in order to determine exposure if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the District would not be able to recover the value of its deposits of investment).

Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized securities held by financial institution's trust department or agent but not in the government's name. The District does not have a policy for custodial credit risk.

Investments

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

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

NOTE 3. ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2014, consisted of accounts, accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	GAAP Basis	Budget Basis
Federal Assistance	\$ 621,274	\$ 621,274
State Assistance	1,532,195	3,262,236
Total	<u>\$ 2,153,469</u>	<u>\$ 3,883,510</u>

NOTE 4. CAPITAL RESERVE ACCOUNT

The District does not maintain a capital reserve account as of June 30, 2014.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 5. FIXED ASSETS

Capital asset activity for the fiscal year ended June 30, 2014 was as follows:

	Beginning Balance	Additions	Retirements/ Adjustments	Ending Balance
Governmental Activities:				
Land	\$ 34,453	\$ -	\$ -	\$ 34,453
Site Improvements	226,700	50,280	-	276,980
Building and Building Improvements	15,687,320	1,288,086	975	16,976,381
Machinery and Equipment	2,561,115	1,849,775	(306,597)	4,104,293
Totals at Historical Cost	18,509,588	3,188,141	(305,622)	21,392,107
Less Accumulated Depreciation for:				
Site Improvements	226,620	2,594	1,257	230,471
Building and Building Improvements	7,636,129	325,252	-	7,961,381
Machinery and Equipment	764,543	459,054	99,500	1,323,097
Total Accumulated Depreciation	8,627,292	786,900	100,757	9,514,949
Governmental Activity Capital Assets, net	<u>\$ 9,882,296</u>	<u>\$ 2,401,241</u>	<u>\$ (406,379)</u>	<u>\$ 11,877,158</u>
Business-Type Activities:				
Machinery and Equipment	\$ 462,125	\$ 14,700	\$ (46,500)	\$ 430,325
Less: Accumulated Depreciation	328,183	36,989	(32,150)	333,022
Business-Type Capital Assets, net	<u>\$ 133,942</u>	<u>\$ (22,289)</u>	<u>\$ (14,350)</u>	<u>\$ 97,303</u>

Depreciation expense for the fiscal year ended June 30, 2014, amounted to \$786,900. The District determined that it was impractical to allocate depreciation expense to the various governmental activities as the assets serve various functions. Depreciation expense for the fiscal year ended June 30, 2014 for the Enterprise Fund is \$36,989. The adjustments are revaluation and reclassification adjustments due to the District obtaining a fixed asset inventory from a fixed asset management company.

NOTE 6. GENERAL LONG-TERM DEBT

During the fiscal year ended June 30, 2014, the following changes occurred in liabilities reported in the general long-term debt account group:

	Beginning Balance	Additions	Adjustments/ Retirements	Ending Balance
Bonds Payable	\$ 865,000	\$ -	\$ 865,000	\$ -
Compensated Absences	437,949	16,133	189,612	264,470
Obligations Under Capital Leases	939,780	1,114,592	331,009	1,723,363
	<u>\$ 2,242,729</u>	<u>\$ 1,130,725</u>	<u>\$ 1,385,621</u>	<u>\$ 1,987,833</u>

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 6. GENERAL LONG-TERM DEBT (Continued)

Bonds Payable

Bonds are authorized in accordance with state law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The final payment on these bonds was made during the year ended June 30, 2014.

Capital Leases Payable

The District is leasing various items under capital leases. Following is a schedule of the future minimum lease payments and the present net value of the net minimum payments at June 30, 2014:

	Payment	Interest	Total
2015	\$ 482,391	\$ 33,504	\$ 515,895
2016	509,655	33,892	543,547
2017	393,508	18,931	412,439
2018	313,719	9,304	323,023
2019	24,090	10,242	34,332
Total	<u>\$ 1,723,363</u>	<u>\$ 105,873</u>	<u>\$ 1,829,236</u>

NOTE 7. FUND BALANCE – RESERVATIONS AND DESIGNATIONS

General Funds

Of the \$6,828,600 General Fund Balance at June 30, 2014, \$36,285 is reserved for encumbrances; \$1,147,309 is reserved as excess surplus in accordance with N.J.S.A. 18A: 7F-7; \$2,090,313 was reserved as excess surplus at June 30, 2013, and has been appropriated and included as anticipated revenue for the year ended June 30, 2014; \$400,000 is reserved for maintenance reserve; \$250,000 is reserved for emergency reserve; \$2,095,647 has been appropriated and also included as anticipated revenue for the year ended June 30, 2014; and \$809,046 is unreserved and undesignated.

Committed to 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 (i.e. general fund), other than the special revenue fund, are reported as reservation of fund balances at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the general fund at June 30, 2014 were \$36,285.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 7. FUND BALANCE – RESERVATIONS AND DESIGNATIONS (Continued)

Calculation of Excess Surplus

In accordance with N.J.S.A. 18A: 7F-7, 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 balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2014 is \$1,147,309.

Maintenance Reserve Account

A maintenance reserve account was established by the District by way of a Board approved resolution in the amount of \$400,000 in June 2010 for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the District's approved Comprehensive Maintenance Plan (CMP). Upon submission of the CMP to the New Jersey Department of Education, the District may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line – item appropriation amounts, or both. The District may also appropriate additional amounts when the excess 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 pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year. The balance in the maintenance reserve does not exceed four percent of the replacement cost of the District's school facilities for the current year at June 30, 2014.

NOTE 8. PENSION PLANS

Description of Plans

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

Teachers' Pension and Annuity Fund (TPAF)

The TPAF was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The TPAF 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 and 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. The PERS was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide retirement benefits, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple-employer plan.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 8. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

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 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service 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 provide 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 contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts. 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 provide 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.

Significant Legislation

During the year ended June 30, 1997, legislation was enacted authorizing the New Jersey Economic Development Authority (the "Authority") to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997); the asset valuation method was changed from market related value to full-market value. This legislation also contains a provision to reduce the employee contribution rates under TPAF and PERS by ½ of 1 percent to 4.5 percent for calendar years 1998 and 1999, and to allow for a similar reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund might be reduced based on the revaluation of assets. Due to the recognition of the bond proceeds and the change in asset valuation method as a result of the 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 N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 8. PENSION PLANS (Continued)

Contribution Requirements (continued)

Under current statute the Board is a non-contributing employer of the TPAF.

Three-Year Trend Information for PERS			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2014	\$ -	100%	\$ -
June 30, 2013	-	100%	-
June 30, 2012	-	100%	-

Three-Year Trend Information for TPAF (Paid on behalf of the District)			
Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2014	\$ 1,821,674	100%	\$ -
June 30, 2013	1,260,490	100%	-
June 30, 2012	1,750,895	100%	-

During the fiscal year ended June 30, 2014, the State of New Jersey contributed \$690,126 to the TPAF for normal and \$1,131,548 for post-retirement medical benefits on behalf of the Board. Also, in accordance with N.J.S.A. 18A: 66-66 the State of New Jersey reimbursed the Board \$1,158,592 during the year ended June 30, 2014 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts have been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 24.

NOTE 9. POST-RETIREMENT BENEFITS

P.L. 1987, c.384 and P.L. 1990, c.6 required TPAF and the 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, 2013, there were 100,134 retirees receiving post-retirement medical benefits, and the State contributed \$1.07 billion on their behalf. The cost of these benefits is funded through contributions by the state in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$173.8 million toward Chapter 126 benefits for 17,356 eligible retired members in Fiscal Year 2013.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 10. DEFERRED COMPENSATION

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

Equitable Life Assurance Co.
MetLife Resources
Variable Annuity Life Insurance Co.
Putnam

NOTE 11. STATEMENT OF CASH FLOWS

The District made no disbursements for interest or taxes in their Proprietary Funds during the fiscal year ended June 30, 2014.

NOTE 12. INTERFUND BALANCES AND TRANSFERS

Interfund balances at June 30, 2014 consisted of the following:

Receivable Fund	Payable Fund	Amount
General Fund	Special Revenue Fund	\$ 477,081
General Fund	Capital Projects Fund	\$ 66,217
General Fund	Debt Service Fund	\$ 34,751
General Fund	Enterprise Fund	\$ 406,254
General Fund	Trust and Agency	\$ 408,715

Interfund balances represent short-term borrowings and revenues earned or other financing sources received in one fund which are due to another fund.

Interfund transfers at June 30, 2014 consisted of the following:

	Fund 10	Fund 15	Fund 20	Total
Fund 10	\$ -	\$ 16,468,830	\$ -	\$ 16,468,830
Fund 15	(16,468,830)	-	(496,899)	(16,965,729)
Fund 20	-	496,899	-	496,899
Total	<u>\$ (16,468,830)</u>	<u>\$ 16,965,729</u>	<u>\$ (496,899)</u>	<u>\$ -</u>

The transfers represent contributions to school-based budgets.

KEANSBURG SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2014

NOTE 13. RISK MANAGEMENT

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

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

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the state. The District is billed quarterly for amounts due to the state.

NOTE 14. COMMUNITY DEVELOPMENT BLOCK GRANT

The District received a CDBG in the amount of \$271,413 which reduced the General Fund Levy for 2013-14. The grant was received in response to an application filed by the municipality due to devastating effects on the property tax ratable base of the municipality due to Superstorm Sandy in October of 2012. The essential service grant was used to fund "essential services" including salaries of essential staff expenditures which are detailed in fund 19.

NOTE 15. ECONOMIC DEPENDENCY

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

NOTE 16. CONTINGENT LIABILITIES

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2014 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying basic financial statements for such contingencies.

The District is also involved in several other claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a materially adverse effect on the financial position of the District.

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Required Supplementary Information - Part II

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Budgetary Comparison Schedules

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KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources					
Local Tax Levy	\$ 4,561,564	\$ (271,413)	\$ 4,290,151	\$ 4,290,139	\$ 12
Tuition	56,544	-	56,544	125,626	(69,082)
Interest on Investments	-	-	-	35	(35)
Miscellaneous	-	-	-	287,006	(287,006)
Total Local Sources	4,618,108	(271,413)	4,346,695	4,702,806	(356,111)
State Sources					
Transportation Aid	244,350	-	244,350	244,350	-
Special Education Aid	901,656	-	901,656	901,656	-
Extraordinary Aid	-	-	-	153,923	(153,923)
TPAF - Post Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	1,131,548	(1,131,548)
Teacher's Pension & Annuity Fund (On-Behalf - Non-Budgeted)	-	-	-	690,126	(690,126)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	1,158,592	(1,158,592)
Equalization Aid	16,973,265	-	16,973,265	16,973,265	-
Categorical Security Aid	535,157	-	535,157	535,157	-
Adjustment Aid	8,642,285	-	8,642,285	8,642,285	-
Total State Sources	27,296,713	-	27,296,713	30,430,902	(3,134,189)
Federal Sources					
Medicaid Reimbursement	70,000	-	70,000	74,824	(4,824)
Community Development Block Grant	-	271,413	271,413	271,413	-
Total Federal Sources	70,000	271,413	341,413	346,237	(4,824)
Total Revenues	31,984,821	-	31,984,821	35,479,945	(3,495,124)
EXPENDITURES					
Current Expenditures					
Instruction					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	547,120	(123,127)	423,993	403,608	20,385
Grades 1-5 - Salaries of Teachers	3,296,516	(77,896)	3,218,620	2,738,453	480,167
Grades 6-8 - Salaries of Teachers	1,622,970	(17,862)	1,605,108	1,441,822	163,286
Grades 9-12 - Salaries of Teachers	1,951,015	67,916	2,018,931	2,011,234	7,697
Regular Programs - Home Instruction					
Salaries of Teachers	60,000	15,203	75,203	75,203	-
Purchased Professional - Educational Services	25,000	(15,303)	9,697	8,114	1,583
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	110,390	(109,765)	625	625	-
Purchased Technical Services	13,700	(5,915)	7,785	2,079	5,706
Other Purchased Services (400-500 series)	231,512	12,438	243,950	234,198	9,752
General Supplies	445,221	178,276	623,497	567,665	55,832
Textbooks	7,500	(3,000)	4,500	4,048	452
Other Objects	57,125	1,080	58,205	33,662	24,543
Total Regular Programs - Instruction	8,368,069	(77,955)	8,290,114	7,520,711	769,403
Special Education - Instruction					
Learning and/or Language Disabilities					
Salaries of Teachers	297,495	(83,695)	213,800	163,450	50,350
Other Salaries for Instruction	67,725	7,189	74,914	65,640	9,274
General Supplies	600	600	1,200	387	813
Other Objects	360	-	360	111	249
Total Learning and/or Language Disabilities	366,180	(75,906)	290,274	229,588	60,686
Behavioral Disabilities					
Salaries of Teachers	323,005	(75,645)	247,360	247,106	254
Other Salaries for Instruction	20,190	27,934	48,124	41,969	6,155
General Supplies	4,600	3,000	7,600	1,842	5,758
Total Behavioral Disabilities	347,795	(44,711)	303,084	290,917	12,167
Multiple Disabilities					
Salaries of Teachers	248,300	-	248,300	248,300	-
Other Salaries for Instruction	67,425	599	68,024	67,725	299
General Supplies	7,200	(335)	6,865	5,092	1,773
Total Multiple Disabilities	322,925	264	323,189	321,117	2,072
Resource Room/Resource Center					
Salaries of Teachers	2,563,635	413,896	2,977,531	2,834,776	142,755
Other Salaries for Instruction	245,685	(55,505)	190,180	149,942	40,238
General Supplies	7,850	(3,500)	4,350	180	4,170
Total Resource Room/Resource Center	2,817,170	354,891	3,172,061	2,984,898	187,163

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Full-Time					
Salaries of Teachers	199,365	(74,440)	124,925	124,925	-
Other Salaries for Instruction	64,435	(43,947)	20,488	20,487	1
General Supplies	12,476	(3,173)	9,303	-	9,303
Other Objects	4,716	-	4,716	-	4,716
Total Preschool Disabilities - Full-Time	280,992	(121,560)	159,432	145,412	14,020
Total Special Education - Instruction	4,135,062	112,978	4,248,040	3,971,932	276,108
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	638,645	35,050	673,695	504,422	169,273
General Supplies	1,600	-	1,600	894	706
Total Basic Skills/Remedial	640,245	35,050	675,295	505,316	169,979
Bilingual Education					
Salaries of Teachers	291,058	(44,629)	246,429	167,124	79,305
General Supplies	600	300	900	888	12
Total Bilingual Education	291,658	(44,329)	247,329	168,012	79,317
School Sponsored Co-Curricular Activities					
Salaries	118,492	12,964	131,456	115,252	16,204
Supplies and Materials	19,574	231	19,805	14,003	5,802
Other Objects	7,000	2,954	9,954	4,775	5,179
Total School Sponsored Co-Curricular Activities	145,066	16,149	161,215	134,030	27,185
School Sponsored Athletics					
Salaries	482,013	-	482,013	461,559	20,454
Purchased Services (300-500 series)	51,620	2,000	53,620	31,704	21,916
Supplies and Materials	39,100	6,567	45,667	41,559	4,108
Other Objects	41,050	(10,000)	31,050	19,660	11,390
Total School Sponsored Athletics	613,783	(1,433)	612,350	554,482	57,868
Before and After School Sponsored Activities					
Salaries	88,700	(15,867)	72,833	35,749	37,084
Other Salaries for Instruction	6,300	(1,365)	4,935	-	4,935
Total Before and After School Sponsored Activities	95,000	(17,232)	77,768	35,749	42,019
Summer School					
Salaries of Teachers	90,000	36,774	126,774	102,412	24,362
Other Salaries for Instruction	10,000	11,055	21,055	19,315	1,740
Support Services - Salaries	7,000	(627)	6,373	6,373	-
Purchased Services (300-500 series)	1,500	(435)	1,065	1,065	-
Supplies and Materials	2,500	(2,437)	63	63	-
Total Summer School	111,000	44,330	155,330	129,228	26,102
Total Other Instructional Programs	1,896,752	32,535	1,929,287	1,526,817	402,470
Total Instruction	14,399,883	67,558	14,467,441	13,019,460	1,447,981
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State - Regular	168,029	(68,116)	99,913	77,629	22,284
Tuition to Other LEAs Within the State - Special	242,103	88,000	330,103	236,843	93,260
Tuition to County Vocational School District - Regular	38,400	65,000	103,400	62,189	41,211
Tuition to County Vocational School District - Special	121,600	-	121,600	66,909	54,691
Tuition to County Special Services and Regular Day Schools	52,000	85,663	137,663	102,675	34,988
Tuition to Private Schools for the Handicapped - Within the State	2,433,824	(385,746)	2,048,078	1,704,123	343,955
Tuition to Private Schools for the Handicapped and Other LEAs - Special and Out of State	66,000	-	66,000	-	66,000
Tuition - State Facilities	84,462	-	84,462	66,764	17,698
Tuition - Other	20,000	13,559	33,559	33,559	-
Total Instruction	3,226,418	(201,640)	3,024,778	2,350,691	674,087
Attendance and Social Work Services					
Salaries	51,200	6,268	57,468	47,894	9,575
Salaries of Family Support Teams	70,866	(2,953)	67,913	67,913	-
Salaries of Community/School Coordinators	58,015	3,123	61,138	61,138	-
Supplies and Materials	300	-	300	-	300
Total Attendance and Social Work Services	180,381	6,438	186,819	176,945	9,875
Health Services					
Salaries	352,565	(6,420)	346,145	342,706	3,439
Purchased Professional and Technical Services	69,256	(1,955)	67,301	63,565	3,736
Other Purchased Services (400-500 series)	22,160	(6,280)	15,880	14,489	1,391
Supplies and Materials	12,229	2,545	14,774	13,351	1,423
Other Objects	144	-	144	-	144
Total Health Services	456,354	(12,110)	444,244	434,111	10,133

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Support Services - Students - Related Services					
Salaries	389,570	(48,809)	340,761	340,761	-
Salaries - Other Professional Services	260,229	(25,162)	235,067	233,649	1,418
Supplies and Materials	7,800	-	7,800	7,709	91
Total Other Support Services - Students - Related Services	657,599	(73,971)	583,628	582,119	1,509
Other Support Services - Students - Extraordinary Services					
Salaries	396,085	(85,390)	310,695	298,891	11,804
Total Other Support Services - Students - Extraordinary Services	396,085	(85,390)	310,695	298,891	11,804
Guidance					
Salaries of Other Professional Staff	689,514	(18,652)	670,862	646,352	24,510
Salaries of Secretarial and Clerical Assistants	35,140	1,163	36,303	20,894	15,409
Purchased Professional - Educational Services	2,395	(118)	2,277	1,432	845
Other Purchased Professional and Technical Services	4,500	-	4,500	4,500	-
Other Purchased Services (400-500 series)	91,683	(45,500)	46,183	45,021	1,162
Supplies and Materials	31,600	7,243	38,843	34,847	3,996
Other Objects	717	2,540	3,257	3,083	174
Total Guidance	855,549	(53,324)	802,225	756,129	46,096
Child Study Team					
Salaries of Other Professional Staff	978,057	21,517	999,574	970,176	29,398
Salaries of Secretarial and Clerical Assistants	105,420	2,150	107,570	107,569	-
Purchased Professional - Educational Services	15,550	44,700	60,250	40,191	20,059
Other Purchased Services (400-500 series)	10,203	848	11,051	10,961	90
Miscellaneous Purchased Services (400-500 series other than residential costs)	2,000	(2,000)	-	-	-
Supplies and Materials	76,000	43,495	119,495	116,893	2,602
Other Objects	5,625	(2,200)	3,425	2,971	454
Total Child Study Team	1,192,855	108,510	1,301,365	1,248,761	52,603
Improvement of Instructional Services					
Salaries of Supervisors of Instruction	465,138	120,573	585,711	580,172	5,539
Salaries of Other Professional Staff	9,000	2,141	11,141	10,921	220
Salaries of Secretarial and Clerical Assistants	44,864	-	44,864	44,864	-
Purchased Professional - Educational Services	65,000	2,753	67,753	64,332	3,421
Other Purchased Services (400-500 series)	18,550	-	18,550	8,670	9,880
Supplies and Materials	46,450	-	46,450	45,258	1,192
Other Objects	11,050	1,715	12,765	10,377	2,388
Total Improvement of Instructional Services	660,052	127,182	787,234	764,594	22,640
Educational Media Services/School Library					
Salaries	220,392	15,430	235,822	235,633	189
Purchased Professional and Technical Services	183,050	9,360	192,410	184,598	7,812
Other Purchased Services (400-500 series)	101,131	(19,065)	82,066	67,931	14,135
Supplies and Materials	124,159	26,211	150,370	137,588	12,782
Other Objects	1,950	-	1,950	1,730	220
Total Educational Media Services/School Library	630,682	31,936	662,618	627,480	35,138
Instructional Staff Training Services					
Purchased Professional - Educational Services	30,500	1,692	32,192	5,335	26,857
Other Purchased Services (400-500 series)	20,640	18,898	39,538	23,921	15,617
Supplies and Materials	40,550	(98)	40,452	4,797	35,655
Total Instructional Staff Training Services	91,690	20,492	112,182	34,053	78,129
Support Services - General Administration					
Salaries	232,519	20,449	252,968	252,968	-
Legal Services	65,000	(23,711)	41,289	28,053	13,236
Audit Fees	55,000	(10,500)	44,500	44,500	-
Architectural/Engineering Services	65,700	19,845	85,545	74,795	10,750
Purchased Technical Services	18,700	(2,000)	16,700	16,570	130
Communications/Telephone	103,509	9,879	113,388	112,865	523
BOE Other Purchased Services	9,000	(6,191)	2,809	2,643	166
Other Purchased Services (400-500 series other than 530 & 585)	31,302	3,815	35,117	34,586	531
General Supplies	1,715	8,206	9,921	9,921	-
BOE In-House Training/Meeting Supplies	1,200	(898)	302	302	-
Miscellaneous Expenditures	16,250	7,851	24,101	18,652	5,449
Board Member Dues and Fees	26,500	(10,718)	15,782	15,780	2
Total Support Services - General Administration	626,395	16,027	642,422	611,635	30,787

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Director	539,319	61,916	601,235	601,130	105
Salaries of Secretarial and Clerical Assistants	298,839	4,337	303,176	299,652	3,524
Other Purchased Services (400-500 series)	39,646	(9,514)	30,132	29,161	971
Supplies and Materials	27,600	(4,486)	23,114	21,641	1,473
Other Objects	21,550	4,549	26,099	21,468	4,631
Total Support Services - School Administration	926,954	56,802	983,756	973,052	10,704
Central Services					
Salaries	372,168	(60,128)	312,040	292,977	19,063
Purchased Professional Services	27,230	3,713	30,943	30,655	288
Other Purchased Services (400-500 series other than 594)	11,954	3,195	15,149	15,149	-
Supplies and Materials	7,250	(1,239)	6,011	5,604	407
Other Objects	2,575	5,971	8,546	3,338	5,208
Total Central Services	421,177	(48,488)	372,689	347,723	24,966
Administration Information Technology					
Salaries	72,114	-	72,114	72,114	-
Purchased Professional and Technical Services	71,006	-	71,006	68,679	2,327
Total Administration Information Technology	143,120	-	143,120	140,793	2,327
Required Maintenance for School Facilities					
Cleaning, Repair, and Maintenance Services	1,259,351	(34,295)	1,225,056	1,221,841	3,215
General Supplies	50,321	23,000	73,321	72,598	723
Total Required Maintenance for School Facilities	1,309,672	(11,295)	1,298,377	1,294,439	3,938
Custodial Services					
Salaries	112,600	(18,889)	93,711	93,711	-
Cleaning, Repair, and Maintenance Services	658,000	237,664	895,664	809,915	85,749
Rental of Land, Building and Other than Lease Purchase Agreements	-	50,000	50,000	50,000	-
Other Purchased Property Services	120,000	24,467	144,467	143,461	1,006
Insurance	202,476	1,739	204,215	204,215	-
General Supplies	11,400	1,229	12,629	12,303	326
Energy (Natural Gas)	84,000	38,725	122,725	108,961	13,764
Energy (Electricity)	455,000	26,297	481,297	442,491	38,806
Energy (Oil)	15,000	15,000	30,000	25,949	4,051
Total Custodial Services	1,658,476	376,232	2,034,708	1,891,006	143,702
Care and Upkeep of Grounds					
Cleaning, Repair, and Maintenance Services	96,679	3,439	100,118	96,555	3,563
General Supplies	26,900	(1,237)	25,663	23,295	2,368
Total Care and Upkeep of Grounds	123,579	2,202	125,781	119,850	5,931
Security					
Salaries	47,500	(45,499)	2,001	2,000	1
Cleaning, Repair and Maintenance Services	196,000	25,885	221,885	221,885	-
Other Purchases Services	-	60,000	60,000	60,000	-
General Supplies	6,000	2,544	8,544	5,536	3,008
Total Security	249,500	42,930	292,430	289,421	3,009
Student Transportation Services					
Contracted Services (Other than Between Home and School) - Vendors	115,115	8,804	123,919	113,464	10,455
Contracted Services Between Home and School - Vendors	-	5,400	5,400	5,400	-
Special Education Students - Joint Agreements	-	15,814	15,814	6,028	9,786
Contracted Services (Regular Students) - ESCs and CTSAs	175,000	(12,431)	162,569	150,000	12,569
Contracted Services (Special Education Students) - ESCs and CTSAs	1,461,875	(334,929)	1,126,946	1,020,888	106,058
Miscellaneous Purchased Services - Transportation	10,668	802	11,470	802	10,668
Total Student Transportation Services	1,762,658	(316,540)	1,446,118	1,296,582	149,536
Unallocated Benefits					
Social Security Contributions	410,000	-	410,000	362,487	47,513
Other Retirement Contributions - PERS	334,895	(50,202)	284,693	284,693	-
Workers Compensation	166,365	17,986	184,351	183,987	364
Health Benefits	3,642,693	86,397	3,729,090	3,705,268	23,822
Tuition Reimbursement	55,000	(1,000)	54,000	33,323	20,677
Other Employee Benefits	47,964	(26,606)	21,358	20,193	1,165
Total Unallocated Benefits	4,656,917	26,575	4,683,492	4,589,951	93,541
Operation of Non-Instructional Services					
Transfers to Cover Deficit (Enterprise Fund)	87,000	72,383	159,383	157,471	1,912
Total Operation of Non-Instructional Services	87,000	72,383	159,383	157,471	1,912
TPAF Pension/Social Security					
On-behalf TPAF pension Contributions (non-budgeted)	-	-	-	690,126	(690,126)
On-behalf TPAF OPEB (Post Retire. Medical) Contrib.(non-budgeted)	-	-	-	1,131,548	(1,131,548)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	1,158,592	(1,158,592)
Total TPAF Pension/Social Security	-	-	-	2,980,266	(2,980,266)
Total Undistributed Expenditures	20,313,113	84,951	20,398,064	21,965,963	(1,567,898)
Total Current Expenditures	34,712,996	152,509	34,865,505	34,985,423	(119,918)

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

Exhibit C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Capital Outlay					
Equipment - Regular Programs - Instruction					
Grades 1-5	86,165	(49,871)	36,294	36,294	-
Equipment - Vocational Programs					
School Sponsored and Other Instructional Programs	-	3,434	3,434	3,434	-
Equipment - Undistributed Expenditures					
Administration Information Technology	895,000	9,325	904,325	891,926	12,399
Non-Instructional Equipment	-	44,812	44,812	44,812	-
Total Equipment	981,165	7,700	988,865	976,466	12,399
Facilities Acquisition and Construction Services					
Assets Acquired Under Capital Leases (non-budgeted)	-	-	-	1,114,592	(1,114,592)
Total Facilities Acquisition and Construction Services	-	-	-	1,114,592	(1,114,592)
Total Capital Outlay	981,165	7,700	988,865	2,091,058	(1,102,193)
Community Development Block Grant					
CDBG Salaries	-	271,413	271,413	271,413	-
Total Community Development Block Grant	-	271,413	271,413	271,413	-
Total Expenditures	35,694,161	431,622	36,125,783	37,347,894	(1,222,111)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,709,340)	(431,622)	(4,140,962)	(1,867,949)	(2,273,013)
Other Financing Sources (Uses):					
Operating Transfers In					
Contribution to School Based Budgets - General Revenue Fund	17,830,516	37,113	17,867,629	16,468,830	1,398,799
NCLB Contribution to School Based Budgets	546,874	-	546,874	496,899	49,975
Operating Transfers Out					
Transfer to School Based Budgets - From General Fund	(17,917,390)	(123,987)	(18,041,377)	(16,468,830)	(1,572,547)
Capital Leases (non-budgeted)	-	-	-	1,114,592	(1,114,592)
Total Other Financing Sources (Uses)	460,000	(86,874)	373,126	1,611,491	(1,238,365)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(3,249,340)	(518,496)	(3,767,836)	(256,458)	(3,511,377)
Fund Balance, July 1	7,085,058	-	7,085,058	7,085,058	-
Fund Balance, June 30	<u>\$ 3,835,718</u>	<u>\$ (518,496)</u>	<u>\$ 3,317,222</u>	<u>\$ 6,828,600</u>	<u>\$ (3,511,377)</u>

Recapitulation:

Restricted Fund Balance:

Maintenance Reserve	\$ 400,000
Emergency Reserve	250,000
Excess Surplus - Designated for Subsequent Year's Expenditures	2,090,313
Excess Surplus - Current Year	1,147,309

Committed Fund Balance:

Year-End Encumbrances	36,285
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Assigned Fund Balance:

Designated for Subsequent Year's Expenditures	2,095,647
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Unassigned Fund Balance

809,046

6,828,600

Reconciliation to Governmental Funds Statements (GAAP):

Reconciliation of State Aid Payments for GAAP to Budgetary Basis	<u>(1,730,041)</u>
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Fund Balance per Governmental Funds (GAAP)

\$ 5,098,559

KEANSBURG SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

	ORIGINAL BUDGET			BUDGET TRANSFERS		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
REVENUES						
Local Sources						
Local Tax Levy	\$ 4,561,564	\$ -	\$ 4,561,564	\$ (271,413)	\$ -	\$ (271,413)
Tuition	56,544	-	56,544	-	-	-
Interest on Investments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Local Sources	4,618,108	-	4,618,108	(271,413)	-	(271,413)
State Sources						
Transportation Aid	244,350	-	244,350	-	-	-
Special Education Aid	901,656	-	901,656	-	-	-
Extraordinary Aid	-	-	-	-	-	-
TPAF - Post Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	-	-	-
Teacher's Pension & Annuity Fund (On-Behalf - Non-Budgeted)	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	-	-	-
Equalization Aid	16,973,265	-	16,973,265	-	-	-
Categorical Security Aid	535,157	-	535,157	-	-	-
Adjustment Aid	8,642,285	-	8,642,285	-	-	-
Total State Sources	27,296,713	-	27,296,713	-	-	-
Federal Sources						
Medicaid Reimbursement	70,000	-	70,000	-	-	-
Community Development Block Grant	-	-	-	271,413	-	271,413
Total Federal Sources	70,000	-	70,000	271,413	-	271,413
Total Revenues	31,984,821	-	31,984,821	-	-	-
EXPENDITURES						
Current Expenditures						
Instruction						
Regular Programs - Instruction						
Preschool/Kindergarten - Salaries of Teachers	-	547,120	547,120	-	(123,127)	(123,127)
Grades 1-5 - Salaries of Teachers	205,000	3,091,516	3,296,516	(58,000)	(19,896)	(77,896)
Grades 6-8 - Salaries of Teachers	105,000	1,517,970	1,622,970	(43,910)	26,048	(17,862)
Grades 9-12 - Salaries of Teachers	90,000	1,861,015	1,951,015	100,000	(32,084)	67,916
Regular Programs - Home Instruction						
Salaries of Teachers	60,000	-	60,000	15,203	-	15,203
Purchased Professional - Educational Services	25,000	-	25,000	(15,303)	-	(15,303)
Regular Programs - Undistributed Instruction						
Other Salaries for Instruction	-	110,390	110,390	-	(109,765)	(109,765)
Purchased Technical Services	3,000	10,700	13,700	-	(5,915)	(5,915)
Other Purchased Services (400-500 series)	-	231,512	231,512	-	12,438	12,438
General Supplies	137,500	307,721	445,221	-	178,276	178,276
Textbooks	-	7,500	7,500	-	(3,000)	(3,000)
Other Objects	14,525	42,600	57,125	-	1,080	1,080
Total Regular Programs - Instruction	640,025	7,728,044	8,368,069	(2,010)	(75,945)	(77,955)
Special Education - Instruction						
Learning and/or Language Disabilities						
Salaries of Teachers	-	297,495	297,495	-	(83,695)	(83,695)
Other Salaries for Instruction	-	67,725	67,725	-	7,189	7,189
General Supplies	-	600	600	-	600	600
Other Objects	-	360	360	-	-	-
Total Learning and/or Language Disabilities	-	366,180	366,180	-	(75,906)	(75,906)
Behavioral Disabilities						
Salaries of Teachers	-	323,005	323,005	-	(75,645)	(75,645)
Other Salaries for Instruction	-	20,190	20,190	-	27,934	27,934
General Supplies	-	4,600	4,600	-	3,000	3,000
Total Behavioral Disabilities	-	347,795	347,795	-	(44,711)	(44,711)
Multiple Disabilities						
Salaries of Teachers	-	248,300	248,300	-	-	-
Other Salaries for Instruction	-	67,425	67,425	-	599	599
General Supplies	-	7,200	7,200	-	(335)	(335)
Total Multiple Disabilities	-	322,925	322,925	-	264	264

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
\$ 4,290,151	\$ -	\$ 4,290,151	\$ 4,290,139	\$ -	\$ 4,290,139
56,544	-	56,544	125,626	-	125,626
-	-	-	35	-	35
-	-	-	287,006	-	287,006
4,346,695	-	4,346,695	4,702,806	-	4,702,806
244,350	-	244,350	244,350	-	244,350
901,656	-	901,656	901,656	-	901,656
-	-	-	153,923	-	153,923
-	-	-	1,131,548	-	1,131,548
-	-	-	690,126	-	690,126
-	-	-	1,158,592	-	1,158,592
16,973,265	-	16,973,265	16,973,265	-	16,973,265
535,157	-	535,157	535,157	-	535,157
8,642,285	-	8,642,285	8,642,285	-	8,642,285
27,296,713	-	27,296,713	30,430,902	-	30,430,902
70,000	-	70,000	74,824	-	74,824
271,413	-	271,413	271,413	-	271,413
341,413	-	341,413	346,237	-	346,237
31,984,821	-	31,984,821	35,479,945	-	35,479,945
-	423,993	423,993	-	403,608	403,608
147,000	3,071,620	3,218,620	126,576	2,611,877	2,738,453
61,090	1,544,018	1,605,108	53,213	1,388,609	1,441,822
190,000	1,828,931	2,018,931	182,303	1,828,931	2,011,234
75,203	-	75,203	75,203	-	75,203
9,697	-	9,697	8,114	-	8,114
-	625	625	-	625	625
3,000	4,785	7,785	-	2,079	2,079
-	243,950	243,950	-	234,198	234,198
137,500	485,997	623,497	103,608	464,057	567,665
-	4,500	4,500	-	4,048	4,048
14,525	43,680	58,205	1,880	31,782	33,662
638,015	7,652,099	8,290,114	550,897	6,969,814	7,520,711
-	213,800	213,800	-	163,450	163,450
-	74,914	74,914	-	65,640	65,640
-	1,200	1,200	-	387	387
-	360	360	-	111	111
-	290,274	290,274	-	229,588	229,588
-	247,360	247,360	-	247,106	247,106
-	48,124	48,124	-	41,969	41,969
-	7,600	7,600	-	1,842	1,842
-	303,084	303,084	-	290,917	290,917
-	248,300	248,300	-	248,300	248,300
-	68,024	68,024	-	67,725	67,725
-	6,865	6,865	-	5,092	5,092
-	323,189	323,189	-	321,117	321,117

KEANSBURG SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Fiscal Year Ended June 30, 2014

	ORIGINAL BUDGET			BUDGET TRANSFERS		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
Resource Room/Resource Center						
Salaries of Teachers	-	2,563,635	2,563,635	-	413,896	413,896
Other Salaries for Instruction	-	245,685	245,685	-	(55,505)	(55,505)
General Supplies	-	7,850	7,850	-	(3,500)	(3,500)
Total Resource Room/Resource Center	-	2,817,170	2,817,170	-	354,891	354,891
Preschool Disabilities - Full-Time						
Salaries of Teachers	-	199,365	199,365	-	(74,440)	(74,440)
Other Salaries for Instruction	-	64,435	64,435	-	(43,947)	(43,947)
General Supplies	-	12,476	12,476	-	(3,173)	(3,173)
Other Objects	-	4,716	4,716	-	-	-
Total Preschool Disabilities - Full-Time	-	280,992	280,992	-	(121,560)	(121,560)
Total Special Education - Instruction	-	4,135,062	4,135,062	-	112,978	112,978
Other Instructional Programs						
Basic Skills/Remedial						
Salaries of Teachers	-	638,645	638,645	-	35,050	35,050
General Supplies	-	1,600	1,600	-	-	-
Total Basic Skills/Remedial	-	640,245	640,245	-	35,050	35,050
Bilingual Education						
Salaries of Teachers	162,723	128,335	291,058	29,720	(74,349)	(44,629)
General Supplies	600	-	600	300	-	300
Total Bilingual Education	163,323	128,335	291,658	30,020	(74,349)	(44,329)
School Sponsored Co-Curricular Activities						
Salaries	-	118,492	118,492	-	12,964	12,964
Supplies and Materials	-	19,574	19,574	-	231	231
Other Objects	-	7,000	7,000	-	2,954	2,954
Total School Sponsored Co-Curricular Activities	-	145,066	145,066	-	16,149	16,149
School Sponsored Athletics						
Salaries	-	482,013	482,013	-	-	-
Purchased Services (300-500 series)	-	51,620	51,620	-	2,000	2,000
Supplies and Materials	-	39,100	39,100	-	6,567	6,567
Other Objects	-	41,050	41,050	-	(10,000)	(10,000)
Total School Sponsored Athletics	-	613,783	613,783	-	(1,433)	(1,433)
Before and After School Sponsored Activities						
Salaries of Teachers	-	88,700	88,700	-	(15,867)	(15,867)
Other Salaries for Instruction	-	6,300	6,300	-	(1,365)	(1,365)
Total Before and After School Sponsored Activities	-	95,000	95,000	-	(17,232)	(17,232)
Summer School						
Salaries of Teachers	42,000	48,000	90,000	(6,125)	42,899	36,774
Other Salaries for Instruction	10,000	-	10,000	11,055	-	11,055
Support Services - Salaries	7,000	-	7,000	(627)	-	(627)
Purchased Services (300-500 series)	1,500	-	1,500	(435)	-	(435)
Supplies and Materials	2,500	-	2,500	(2,437)	-	(2,437)
Total Summer School	63,000	48,000	111,000	1,431	42,899	44,330
Total Other Instructional Programs	226,323	1,670,429	1,896,752	31,451	1,084	32,535
Total Instruction	866,348	13,533,535	14,399,883	29,441	38,117	67,558
Undistributed Expenditures						
Instruction						
Tuition to Other LEAs Within the State - Regular	168,029	-	168,029	(68,116)	-	(68,116)
Tuition to Other LEAs Within the State - Special	242,103	-	242,103	88,000	-	88,000
Tuition to County Vocational School District - Regular	38,400	-	38,400	65,000	-	65,000
Tuition to County Vocational School District - Special	121,600	-	121,600	-	-	-
Tuition to County Special Services and Regular Day Schools	52,000	-	52,000	85,663	-	85,663
Tuition to Private Schools for the Handicapped - Within the State	2,433,824	-	2,433,824	(385,746)	-	(385,746)
Tuition to Private Schools for the Handicapped and Other LEAs - Special and Out of State	66,000	-	66,000	-	-	-
Tuition - State Facilities	84,462	-	84,462	-	-	-
Tuition - Other	20,000	-	20,000	13,559	-	13,559
Total Instruction	3,226,418	-	3,226,418	(201,640)	-	(201,640)
Attendance and Social Work Services						
Salaries	51,200	-	51,200	(3,432)	9,700	6,268
Salaries of Family Support Teams	70,866	-	70,866	(2,953)	-	(2,953)
Salaries of Community/School Coordinators	58,015	-	58,015	3,123	-	3,123
Supplies and Materials	-	300	300	-	-	-
Total Attendance and Social Work Services	180,081	300	180,381	(3,262)	9,700	6,438

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
-	2,977,531	2,977,531	-	2,834,776	2,834,776
-	190,180	190,180	-	149,942	149,942
-	4,350	4,350	-	180	180
-	3,172,061	3,172,061	-	2,984,898	2,984,898
-	124,925	124,925	-	124,925	124,925
-	20,488	20,488	-	20,487	20,487
-	9,303	9,303	-	-	-
-	4,716	4,716	-	-	-
-	159,432	159,432	-	145,412	145,412
-	4,248,040	4,248,040	-	3,971,932	3,971,932
-	673,695	673,695	-	504,422	504,422
-	1,600	1,600	-	894	894
-	675,295	675,295	-	505,316	505,316
192,443	53,986	246,429	167,124	-	167,124
900	-	900	888	-	888
193,343	53,986	247,329	168,012	-	168,012
-	131,456	131,456	-	115,252	115,252
-	19,805	19,805	-	14,003	14,003
-	9,954	9,954	-	4,775	4,775
-	161,215	161,215	-	134,030	134,030
-	482,013	482,013	-	461,559	461,559
-	53,620	53,620	-	31,704	31,704
-	45,667	45,667	-	41,559	41,559
-	31,050	31,050	-	19,660	19,660
-	612,350	612,350	-	554,482	554,482
-	72,833	72,833	-	35,749	35,749
-	4,935	4,935	-	-	-
-	77,768	77,768	-	35,749	35,749
35,875	90,899	126,774	35,875	66,537	102,412
21,055	-	21,055	19,315	-	19,315
6,373	-	6,373	6,373	-	6,373
1,065	-	1,065	1,065	-	1,065
63	-	63	63	-	63
64,431	90,899	155,330	62,691	66,537	129,228
257,774	1,671,513	1,929,287	230,703	1,296,114	1,526,817
895,789	13,571,652	14,467,441	781,600	12,237,860	13,019,460
99,913	-	99,913	77,629	-	77,629
330,103	-	330,103	236,843	-	236,843
103,400	-	103,400	62,189	-	62,189
121,600	-	121,600	66,909	-	66,909
137,663	-	137,663	102,675	-	102,675
2,048,078	-	2,048,078	1,704,123	-	1,704,123
66,000	-	66,000	-	-	-
84,462	-	84,462	66,764	-	66,764
33,559	-	33,559	33,559	-	33,559
3,024,778	-	3,024,778	2,350,691	-	2,350,691
47,768	9,700	57,468	47,768	126	47,894
67,913	-	67,913	67,913	-	67,913
61,138	-	61,138	61,138	-	61,138
-	300	300	-	-	-
176,819	10,000	186,819	176,819	126	176,945

KEANSBURG SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

	ORIGINAL BUDGET			BUDGET TRANSFERS		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
Health Services						
Salaries	-	352,565	352,565	-	(6,420)	(6,420)
Purchased Professional and Technical Services	38,125	31,131	69,256	4,863	(6,818)	(1,955)
Other Purchased Services (400-500 series)	-	22,160	22,160	-	(6,280)	(6,280)
Supplies and Materials	1,470	10,759	12,229	3,380	(835)	2,545
Other Objects	-	144	144	-	-	-
Total Health Services	39,595	416,759	456,354	8,243	(20,353)	(12,110)
Other Support Services - Students - Related Services						
Salaries	389,570	-	389,570	(48,809)	-	(48,809)
Salaries - Other Professional Services	260,229	-	260,229	(25,162)	-	(25,162)
Supplies and Materials	7,800	-	7,800	-	-	-
Total Other Support Services - Students - Related Services	657,599	-	657,599	(73,971)	-	(73,971)
Other Support Services - Students - Extraordinary Services						
Salaries	396,085	-	396,085	(85,390)	-	(85,390)
Total Other Support Services - Students - Extraordinary Services	396,085	-	396,085	(85,390)	-	(85,390)
Guidance						
Salaries of Other Professional Staff	113,680	575,834	689,514	(2,548)	(16,104)	(18,652)
Salaries of Secretarial and Clerical Assistants	-	35,140	35,140	-	1,163	1,163
Purchased Professional - Educational Services	-	2,395	2,395	-	(118)	(118)
Other Purchased Professional and Technical Services	-	4,500	4,500	-	-	-
Other Purchased Services (400-500 series)	91,683	-	91,683	(46,500)	1,000	(45,500)
Supplies and Materials	14,950	16,650	31,600	1,980	5,263	7,243
Other Objects	717	-	717	270	2,270	2,540
Total Guidance	221,030	634,519	855,549	(46,798)	(6,526)	(53,324)
Child Study Team						
Salaries of Other Professional Staff	978,057	-	978,057	21,517	-	21,517
Salaries of Secretarial and Clerical Assistants	105,420	-	105,420	2,150	-	2,150
Purchased Professional - Educational Services	15,550	-	15,550	44,700	-	44,700
Other Purchased Services (400-500 series)	10,203	-	10,203	848	-	848
Miscellaneous Purchased Services (400-500 series other than residential costs)	2,000	-	2,000	(2,000)	-	(2,000)
Supplies and Materials	76,000	-	76,000	43,495	-	43,495
Other Objects	5,625	-	5,625	(2,200)	-	(2,200)
Total Child Study Team	1,192,855	-	1,192,855	108,510	-	108,510
Improvement of Instructional Services						
Salaries of Supervisors of Instruction	465,138	-	465,138	120,573	-	120,573
Salaries of Other Professional Staff	9,000	-	9,000	1,301	840	2,141
Salaries of Secretarial and Clerical Assistants	44,864	-	44,864	-	-	-
Purchased Professional - Educational Services	65,000	-	65,000	2,753	-	2,753
Other Purchased Services (400-500 series)	18,550	-	18,550	-	-	-
Supplies and Materials	46,450	-	46,450	-	-	-
Other Objects	11,050	-	11,050	1,715	-	1,715
Total Improvement of Instructional Services	660,052	-	660,052	126,342	840	127,182
Educational Media Services/School Library						
Salaries	220,392	-	220,392	15,430	-	15,430
Purchased Professional and Technical Services	178,400	4,650	183,050	11,750	(2,390)	9,360
Other Purchased Services (400-500 series)	50,098	51,033	101,131	(20,000)	935	(19,065)
Supplies and Materials	65,500	58,659	124,159	17,600	8,611	26,211
Other Objects	-	1,950	1,950	-	-	-
Total Educational Media Services/School Library	514,390	116,292	630,682	24,780	7,156	31,936
Instructional Staff Training Services						
Purchased Professional - Educational Services	23,000	7,500	30,500	6,000	(4,308)	1,692
Other Purchased Services (400-500 series)	7,390	13,250	20,640	14,500	4,398	18,898
Supplies and Materials	39,000	1,550	40,550	-	(98)	(98)
Total Instructional Staff Training Services	69,390	22,300	91,690	20,500	(8)	20,492
Support Services - General Administration						
Salaries	232,519	-	232,519	20,449	-	20,449
Legal Services	65,000	-	65,000	(23,711)	-	(23,711)
Audit Fees	55,000	-	55,000	(10,500)	-	(10,500)
Architectural/Engineering Services	65,700	-	65,700	19,845	-	19,845
Purchased Technical Services	18,700	-	18,700	(2,000)	-	(2,000)
Communications/Telephone	103,509	-	103,509	9,879	-	9,879
BOE Other Purchased Services	9,000	-	9,000	(6,191)	-	(6,191)
Other Purchased Services (400-500 series other than 530 & 585)	31,302	-	31,302	3,815	-	3,815
General Supplies	1,715	-	1,715	8,206	-	8,206
BOE In-House Training/Meeting Supplies	1,200	-	1,200	(898)	-	(898)
Miscellaneous Expenditures	16,250	-	16,250	7,851	-	7,851
Board Member Dues and Fees	26,500	-	26,500	(10,718)	-	(10,718)
Total Support Services - General Administration	626,395	-	626,395	16,027	-	16,027

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
-	346,145	346,145	-	342,706	342,706
42,988	24,313	67,301	41,310	22,255	63,565
-	15,880	15,880	-	14,489	14,489
4,850	9,924	14,774	4,400	8,951	13,351
-	144	144	-	-	-
47,838	396,406	444,244	45,710	388,401	434,111
340,761	-	340,761	340,761	-	340,761
235,067	-	235,067	233,649	-	233,649
7,800	-	7,800	7,709	-	7,709
583,628	-	583,628	582,119	-	582,119
310,695	-	310,695	298,891	-	298,891
310,695	-	310,695	298,891	-	298,891
111,132	559,730	670,862	106,140	540,212	646,352
-	36,303	36,303	-	20,894	20,894
-	2,277	2,277	-	1,432	1,432
-	4,500	4,500	-	4,500	4,500
45,183	1,000	46,183	44,021	1,000	45,021
16,930	21,913	38,843	15,268	19,579	34,847
987	2,270	3,257	948	2,135	3,083
174,232	627,993	802,225	166,377	589,752	756,129
999,574	-	999,574	970,176	-	970,176
107,570	-	107,570	107,569	-	107,569
60,250	-	60,250	40,191	-	40,191
11,051	-	11,051	10,961	-	10,961
-	-	-	-	-	-
119,495	-	119,495	116,893	-	116,893
3,425	-	3,425	2,971	-	2,971
1,301,365	-	1,301,365	1,248,761	-	1,248,761
585,711	-	585,711	580,172	-	580,172
10,301	840	11,141	10,081	840	10,921
44,864	-	44,864	44,864	-	44,864
67,753	-	67,753	64,332	-	64,332
18,550	-	18,550	8,670	-	8,670
46,450	-	46,450	45,258	-	45,258
12,765	-	12,765	10,377	-	10,377
786,394	840	787,234	763,754	840	764,594
235,822	-	235,822	235,633	-	235,633
190,150	2,260	192,410	184,187	411	184,598
30,098	51,968	82,066	23,657	44,274	67,931
83,100	67,270	150,370	77,812	59,776	137,588
-	1,950	1,950	-	1,730	1,730
539,170	123,448	662,618	521,289	106,191	627,480
29,000	3,192	32,192	2,436	2,899	5,335
21,890	17,648	39,538	14,595	9,326	23,921
39,000	1,452	40,452	3,344	1,453	4,797
89,890	22,292	112,182	20,375	13,678	34,053
252,968	-	252,968	252,968	-	252,968
41,289	-	41,289	28,053	-	28,053
44,500	-	44,500	44,500	-	44,500
85,545	-	85,545	74,795	-	74,795
16,700	-	16,700	16,570	-	16,570
113,388	-	113,388	112,865	-	112,865
2,809	-	2,809	2,643	-	2,643
35,117	-	35,117	34,586	-	34,586
9,921	-	9,921	9,921	-	9,921
302	-	302	302	-	302
24,101	-	24,101	18,652	-	18,652
15,782	-	15,782	15,780	-	15,780
642,422	-	642,422	611,635	-	611,635

KEANSBURG SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2014

	ORIGINAL BUDGET			BUDGET TRANSFERS		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
Support Services - School Administration						
Salaries of Principals/Assistant Principals/Program Director	-	539,319	539,319	38,119	23,797	61,916
Salaries of Secretarial and Clerical Assistants	-	298,839	298,839	-	4,337	4,337
Other Purchased Services (400-500 series)	-	39,646	39,646	-	(9,514)	(9,514)
Supplies and Materials	-	27,600	27,600	-	(4,486)	(4,486)
Other Objects	-	21,550	21,550	-	4,549	4,549
Total Support Services - School Administration	-	926,954	926,954	38,119	18,683	56,802
Central Services						
Salaries	372,168	-	372,168	(60,128)	-	(60,128)
Purchased Professional Services	27,230	-	27,230	3,713	-	3,713
Other Purchased Services (400-500 series other than 594)	11,954	-	11,954	3,195	-	3,195
Supplies and Materials	7,250	-	7,250	(1,239)	-	(1,239)
Other Objects	2,575	-	2,575	5,971	-	5,971
Total Central Services	421,177	-	421,177	(48,488)	-	(48,488)
Administration Information Technology						
Salaries	72,114	-	72,114	-	-	-
Purchased Professional and Technical Services	71,006	-	71,006	-	-	-
Total Administration Information Technology	143,120	-	143,120	-	-	-
Required Maintenance for School Facilities						
Cleaning, Repair, and Maintenance Services	1,259,351	-	1,259,351	(34,295)	-	(34,295)
General Supplies	50,321	-	50,321	23,000	-	23,000
Total Required Maintenance for School Facilities	1,309,672	-	1,309,672	(11,295)	-	(11,295)
Custodial Services						
Salaries	92,600	20,000	112,600	1,111	(20,000)	(18,889)
Cleaning, Repair, and Maintenance Services	658,000	-	658,000	237,664	-	237,664
Rental of Land, Building and Other than Lease Purchase Agreements	-	-	-	50,000	-	50,000
Other Purchased Property Services	120,000	-	120,000	24,467	-	24,467
Insurance	202,476	-	202,476	1,739	-	1,739
General Supplies	11,400	-	11,400	1,229	-	1,229
Energy (Natural Gas)	84,000	-	84,000	38,725	-	38,725
Energy (Electricity)	455,000	-	455,000	26,297	-	26,297
Energy (Oil)	15,000	-	15,000	15,000	-	15,000
Total Custodial Services	1,638,476	20,000	1,658,476	396,232	(20,000)	376,232
Care and Upkeep of Grounds						
Cleaning, Repair, and Maintenance Services	96,679	-	96,679	3,439	-	3,439
General Supplies	26,900	-	26,900	(1,237)	-	(1,237)
Total Care and Upkeep of Grounds	123,579	-	123,579	2,202	-	2,202
Security						
Salaries	47,500	-	47,500	(45,499)	-	(45,499)
Cleaning, Repair and Maintenance Services	196,000	-	196,000	25,885	-	25,885
Other Purchased Services	-	-	-	60,000	-	60,000
General Supplies	1,200	4,800	6,000	1,844	700	2,544
Total Security	244,700	4,800	249,500	42,230	700	42,930
Student Transportation Services						
Contracted Services (Other than Between Home and School) - Vendors	3,965	111,150	115,115	-	8,804	8,804
Contracted Services Between Home and School - Vendors	-	-	-	5,400	-	5,400
Special Education Students - Joint Agreements	-	-	-	15,814	-	15,814
Contracted Services (Regular Students) - ESCs and CTSAs	175,000	-	175,000	(12,431)	-	(12,431)
Contracted Services (Special Education Students) - ESCs and CTSAs	1,461,875	-	1,461,875	(334,929)	-	(334,929)
Miscellaneous Purchased Services - Transportation	10,668	-	10,668	802	-	802
Total Student Transportation Services	1,651,508	111,150	1,762,658	(325,344)	8,804	(316,540)
Unallocated Benefits						
Social Security Contributions	410,000	-	410,000	-	-	-
Other Retirement Contributions - PERS	334,895	-	334,895	(50,202)	-	(50,202)
Workers Compensation	166,365	-	166,365	17,986	-	17,986
Health Benefits	1,051,912	2,590,781	3,642,693	86,397	-	86,397
Tuition Reimbursement	55,000	-	55,000	(1,000)	-	(1,000)
Other Employee Benefits	47,964	-	47,964	(26,606)	-	(26,606)
Total Unallocated Benefits	2,066,136	2,590,781	4,656,917	26,575	-	26,575
Operation of Non-Instructional Services						
Transfers to Cover Deficit (Enterprise Fund)	87,000	-	87,000	72,383	-	72,383
Total Operation of Non-Instructional Services	87,000	-	87,000	72,383	-	72,383

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
38,119	563,116	601,235	38,119	563,011	601,130
-	303,176	303,176	-	299,652	299,652
-	30,132	30,132	-	29,161	29,161
-	23,114	23,114	-	21,641	21,641
-	26,099	26,099	-	21,468	21,468
38,119	945,637	983,756	38,119	934,933	973,052
312,040	-	312,040	292,977	-	292,977
30,943	-	30,943	30,655	-	30,655
15,149	-	15,149	15,149	-	15,149
6,011	-	6,011	5,604	-	5,604
8,546	-	8,546	3,338	-	3,338
372,689	-	372,689	347,723	-	347,723
72,114	-	72,114	72,114	-	72,114
71,006	-	71,006	68,679	-	68,679
143,120	-	143,120	140,793	-	140,793
1,225,056	-	1,225,056	1,221,841	-	1,221,841
73,321	-	73,321	72,598	-	72,598
1,298,377	-	1,298,377	1,294,439	-	1,294,439
93,711	-	93,711	93,711	-	93,711
895,664	-	895,664	809,915	-	809,915
50,000	-	50,000	50,000	-	50,000
144,467	-	144,467	143,461	-	143,461
204,215	-	204,215	204,215	-	204,215
12,629	-	12,629	12,303	-	12,303
122,725	-	122,725	108,961	-	108,961
481,297	-	481,297	442,491	-	442,491
30,000	-	30,000	25,949	-	25,949
2,034,708	-	2,034,708	1,891,006	-	1,891,006
100,118	-	100,118	96,555	-	96,555
25,663	-	25,663	23,295	-	23,295
125,781	-	125,781	119,850	-	119,850
2,001	-	2,001	2,000	-	2,000
221,885	-	221,885	221,885	-	221,885
60,000	-	60,000	60,000	-	60,000
3,044	5,500	8,544	2,677	2,859	5,536
286,930	5,500	292,430	286,562	2,859	289,421
3,965	119,954	123,919	-	113,464	113,464
5,400	-	5,400	5,400	-	5,400
15,814	-	15,814	6,028	-	6,028
162,569	-	162,569	150,000	-	150,000
1,126,946	-	1,126,946	1,020,888	-	1,020,888
11,470	-	11,470	802	-	802
1,326,164	119,954	1,446,118	1,183,118	113,464	1,296,582
410,000	-	410,000	362,487	-	362,487
284,693	-	284,693	284,693	-	284,693
184,351	-	184,351	183,987	-	183,987
1,138,309	2,590,781	3,729,090	1,127,643	2,577,625	3,705,268
54,000	-	54,000	33,323	-	33,323
21,358	-	21,358	20,193	-	20,193
2,092,711	2,590,781	4,683,492	2,012,326	2,577,625	4,589,951
159,383	-	159,383	157,471	-	157,471
159,383	-	159,383	157,471	-	157,471

KEANSBURG SCHOOL DISTRICT
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2014

	ORIGINAL BUDGET			BUDGET TRANSFERS		
	Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
TPAF Pension/Social Security						
On-behalf TPAF pension Contributions (non-budgeted)	-	-	-	-	-	-
On-behalf TPAF OPEB (Post Retire. Medical) Contrib.(non-budgeted)	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	-	-	-
Total TPAF Pension/Social Security	-	-	-	-	-	-
Total Undistributed Expenditures	15,469,258	4,843,855	20,313,113	85,955	(1,004)	84,951
Total Current Expenditures	16,335,606	18,377,390	34,712,996	115,396	37,113	152,509
Capital Outlay						
Equipment - Regular Programs - Instruction						
Grades 1-5	86,165	-	86,165	(49,871)	-	(49,871)
Equipment - Vocational Programs						
School Sponsored and Other Instructional Programs	-	-	-	3,434	-	3,434
Equipment - Undistributed Expenditures						
Administration Information Technology	895,000	-	895,000	9,325	-	9,325
Non-Instructional Equipment	-	-	-	44,812	-	44,812
Total Equipment	981,165	-	981,165	7,700	-	7,700
Facilities Acquisition and Construction Services						
Assets Acquired Under Capital Leases (non-budgeted)	-	-	-	-	-	-
Total Facilities Acquisition and Construction Services	-	-	-	-	-	-
Total Capital Outlay	981,165	-	981,165	7,700	-	7,700
Community Development Block Grant						
CDBG Salaries	-	-	-	271,413	-	271,413
Total Community Development Block Grant	-	-	-	271,413	-	271,413
Total Expenditures	17,316,771	18,377,390	35,694,161	394,509	37,113	431,622
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,668,050	(18,377,390)	(3,709,340)	(394,509)	(37,113)	(431,622)
Other Financing Sources (Uses)						
Operating Transfers In						
Contribution to School Based Budgets - General Revenue Fund	-	17,830,516	17,830,516	-	37,113	37,113
NCLB Contribution to School Based Budgets	-	546,874	546,874	-	-	-
Operating Transfers Out						
Transfer to School Based Budgets - From General Fund	(17,917,390)	-	(17,917,390)	(123,987)	-	(123,987)
Capital Leases (non-budgeted)	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(17,917,390)	18,377,390	460,000	(123,987)	37,113	(86,874)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,249,340)	-	(3,249,340)	(518,496)	-	(518,496)
Fund Balance, July 1	7,085,058	-	7,085,058	-	-	-
Fund Balance, June 30	\$ 3,835,718	\$ -	\$ 3,835,718	\$ (518,496)	\$ -	\$ (518,496)

FINAL BUDGET			ACTUAL		
Operating Fund	Blended Resource Fund 15	Total General Fund	Operating Fund	Blended Resource Fund 15	Total General Fund
-	-	-	690,126	-	690,126
-	-	-	1,131,548	-	1,131,548
-	-	-	1,158,592	-	1,158,592
-	-	-	2,980,266	-	2,980,266
15,555,213	4,842,851	20,398,064	17,238,094	4,727,869	21,965,963
16,451,002	18,414,503	34,865,505	18,019,694	16,965,729	34,985,423
36,294	-	36,294	36,294	-	36,294
3,434	-	3,434	3,434	-	3,434
904,325	-	904,325	891,926	-	891,926
44,812	-	44,812	44,812	-	44,812
988,865	-	988,865	976,466	-	976,466
-	-	-	1,114,592	-	1,114,592
-	-	-	1,114,592	-	1,114,592
988,865	-	988,865	2,091,058	-	2,091,058
271,413	-	271,413	271,413	-	271,413
271,413	-	271,413	271,413	-	271,413
17,711,280	18,414,503	36,125,783	20,382,165	16,965,729	37,347,894
14,273,541	(18,414,503)	(4,140,962)	15,097,780	(16,965,729)	(1,867,949)
-	17,867,629	17,867,629	-	16,468,830	16,468,830
-	546,874	546,874	-	496,899	496,899
(18,041,377)	-	(18,041,377)	(16,468,830)	-	(16,468,830)
-	-	-	1,114,592	-	1,114,592
(18,041,377)	18,414,503	373,126	(15,354,238)	16,965,729	1,611,491
(3,767,836)	-	(3,767,836)	(256,458)	-	(256,458)
7,085,058	-	7,085,058	7,085,058	-	7,085,058
\$ 3,317,222	\$ -	\$ 3,317,222	\$ 6,828,600	\$ -	\$ 6,828,600

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2014

Exhibit C-2

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
State Sources	\$ 3,214,815	\$ 312,517	\$ 3,527,332	\$ 3,408,499	\$ 118,833
Federal Sources	1,462,658	1,292,077	2,754,735	2,532,908	221,827
Local Sources	-	34,266	34,266	32,943	1,323
Total Revenues	4,677,473	1,638,860	6,316,333	5,974,350	341,983
EXPENDITURES					
Instruction					
Salaries of Teachers	1,716,230	73,720	1,789,950	1,750,941	39,009
Other Salaries for Instruction	409,620	(14,985)	394,635	389,254	5,381
Purchased Professional - Technical Services	-	12,726	12,726	6,106	6,620
Other Purchased Services	6,480	561,559	568,039	567,989	50
Travel	-	900	900	850	50
General Supplies	626,276	(120,376)	505,900	365,125	140,775
Other Objects	13,730	10,789	24,519	21,284	3,235
Total Instruction	2,772,336	524,333	3,296,669	3,101,549	195,120
Support Services					
Salaries of Supervisors of Instruction	69,970	293,170	363,140	331,585	31,555
Salaries of Other Professional Staff	282,999	16,759	299,758	293,976	5,782
Salaries of Secretarial and Clerical Assistants	70,566	6,000	76,566	76,490	76
Other Salaries	270,843	(142,918)	127,925	127,925	-
Personal Services - Employee Benefits	557,427	88,645	646,072	643,969	2,103
Purchased Professional - Educational Services	14,800	54,090	68,890	68,482	408
Other Purchased Professional Services	14,170	-	14,170	14,034	136
Purchased Technical Services	-	82,268	82,268	58,540	23,728
Purchased Property Services	8,000	150,932	158,932	155,056	3,876
Contracted Services - Transportation	89,087	310,913	400,000	400,000	-
Other Purchased Services	-	48,768	48,768	41,697	7,071
Travel	500	6,804	7,304	5,413	1,891
Supplies and Materials	12,323	93,404	105,727	89,036	16,691
Other Objects	4,100	23,635	27,735	26,809	926
Total Support Services	1,394,785	1,032,470	2,427,255	2,333,012	94,243
Facilities Acquisition and Construction Services					
Instructional Equipment	50,352	(4,817)	45,535	42,890	2,645
Total Facilities Acquisition and Construction Services	50,352	(4,817)	45,535	42,890	2,645
Total Expenditures	4,217,473	1,551,986	5,769,459	5,477,451	292,008
Other Financing Sources (Uses)					
Transfer Out to School Based Budgets (General Fund)	(460,000)	(86,874)	(546,874)	(496,899)	(49,975)
Total Other Financing Sources (Uses)	(460,000)	(86,874)	(546,874)	(496,899)	(49,975)
Total Outflows	4,677,473	1,638,860	6,316,333	5,974,350	341,983
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Notes to the Required Supplementary Information

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KEANSBURG SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION
For the Fiscal Year Ended June 30, 2014

Exhibit C-3

NOTE 1. EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY INFLOWS AND OUTFLOWS AND
GAAP REVENUES AND EXPENDITURES

	General Fund	Special Revenue Fund
	<u> </u>	<u> </u>
Sources/Inflows of Resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 35,479,945	\$ 5,974,350
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	(76,181)
Prior Year	-	181,401
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	3,005,139	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(3,039,366)</u>	<u>-</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u><u>\$ 35,445,718</u></u>	<u><u>\$ 6,079,570</u></u>
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 37,347,894	\$ 5,974,350
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	(76,181)
Prior Year	-	181,401
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	<u>-</u>	<u>(496,899)</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u><u>\$ 37,347,894</u></u>	<u><u>\$ 5,582,671</u></u>

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Other Supplementary Information

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School Based Budget Schedules

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KEANSBURG SCHOOL DISTRICT
GENERAL FUND
COMBINING BALANCE SHEET
June 30, 2014

Exhibit D-1

	Operating Fund Fund 10-13 & 19	Blended Resource Fund 15	Total General Funds
ASSETS			
Cash and Cash Equivalents	\$ 1,824,835	\$ 52,440	\$ 1,877,275
Receivables, net	3,751,086	-	3,751,086
Interfund Receivable	1,393,019	-	1,393,019
Internal Balance	27,707	(27,707)	-
	<u>\$ 6,996,647</u>	<u>\$ 24,733</u>	<u>\$ 7,021,380</u>
Total Assets	\$ 6,996,647	\$ 24,733	\$ 7,021,380
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	\$ 168,172	\$ 24,608	\$ 192,780
Fund Balances			
Restricted for:			
Excess Surplus - Current Year	1,147,309	-	1,147,309
Excess Surplus - Designated for Subsequent Year's Expenditures	2,090,313	-	2,090,313
Maintenance Reserve	400,000	-	400,000
Emergency Reserve	250,000	-	250,000
Committed to:			
Encumbrances	36,160	125	36,285
Assigned to:			
Designated for Subsequent Year's Expenditures	2,095,647	-	2,095,647
Unassigned, reported in:			
General Fund	809,046	-	809,046
	<u>6,828,475</u>	<u>125</u>	<u>6,828,600</u>
Total Fund Balances	6,828,475	125	6,828,600
Total Liabilities and Fund Balances	\$ 6,996,647	\$ 24,733	\$ 7,021,380

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2014

District-Wide

Resources	Resource Amount (Final Budget)	District-Wide Blended % of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 17,867,626	97.03%	\$ 16,468,830	\$ 1,398,796
General Fund Reserve for Encumbrances at June 30, 2014	-	0.00%	125	(125)
Other State Resources ECPA Carryover	-	0.00%	-	-
Combined General Fund Contribution and Other State Resources	17,867,626	97.03%	16,468,955	1,398,671
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	546,874	2.97%	496,899	49,975
Total	<u>\$ 18,414,500</u>	<u>100.00%</u>	<u>\$ 16,965,854</u>	<u>\$ 1,448,646</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2014

School: Port Monmouth Road

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 4,350,037	95.19%	\$ 3,949,925	\$ 400,112
General Fund Reserve for Encumbrances at June 30, 2014	-	0.00%	-	-
Other State Resources ECPA Carryover	-	0.00%	-	-
Combined General Fund Contribution and Other State Resources	4,350,037	95.19%	3,949,925	400,112
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	219,776	4.81%	197,798	21,978
Total	<u>\$ 4,569,813</u>	<u>100.00%</u>	<u>\$ 4,147,723</u>	<u>\$ 422,090</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2014

School: Caruso

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 2,790,444	96.26%	\$ 2,498,190	\$ 292,254
General Fund Reserve for Encumbrances at June 30, 2014	-	0.00%	-	-
Other State Resources ECPA Carryover	-	0.00%	-	-
Combined General Fund Contribution and Other State Resources	2,790,444	96.26%	2,498,190	292,254
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	108,351	3.74%	97,516	10,835
Total	<u>\$ 2,898,795</u>	<u>100.00%</u>	<u>\$ 2,595,706</u>	<u>\$ 303,089</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2014

School: Bolger

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 5,385,836	96.10%	\$ 4,815,730	\$ 570,106
General Fund Reserve for Encumbrances at June 30, 2014	-	0.00%	-	-
Other State Resources ECPA Carryover	-	0.00%	-	-
Combined General Fund Contribution and Other State Resources	5,385,836	96.10%	4,815,730	570,106
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	218,747	3.90%	201,585	17,162
Total	<u>\$ 5,604,583</u>	<u>100.00%</u>	<u>\$ 5,017,315</u>	<u>\$ 587,268</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF EXPENDITURES ALLOCATED BY RESOURCE TYPE - ACTUAL
 For the Fiscal Year Ended June 30, 2014

School: Keansburg High School

Resources	Resource Amount (Final Budget)	% of Total Resources	Total Expenditures Allocated as a % of Total Resources	Total Surplus/ Carryover
General Fund Contribution to Whole School Reform	\$ 5,341,309	100.00%	\$ 5,204,985	\$ 136,324
General Fund Reserve for Encumbrances at June 30, 2014	-	0.00%	125	(125)
Other State Resources ECPA Carryover	-	0.00%	-	-
Combined General Fund Contribution and Other State Resources	5,341,309	100.00%	5,205,110	136,199
Restricted Federal Resources Title I, Part A of NCLB: <i>Improving Basic Programs</i>	-	0.00%	-	-
Total	<u>\$ 5,341,309</u>	<u>100.00%</u>	<u>\$ 5,205,110</u>	<u>\$ 136,199</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3

<u>District-Wide</u>	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
Current Expenditures					
Instruction					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	\$ 547,120	\$ (123,127)	\$ 423,993	\$ 403,608	\$ 20,385
Grades 1-5 Salaries of Teachers	3,091,516	(19,897)	3,071,619	2,611,877	459,742
Grades 6-8 - Salaries of Teachers	1,517,970	26,048	1,544,018	1,388,609	155,409
Grades 9-12 - Salaries of Teachers	1,861,015	(32,084)	1,828,931	1,828,931	-
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	110,390	(109,765)	625	625	-
Purchased Technical Services	10,700	(5,915)	4,785	2,079	2,706
Other Purchased Services (400-500 series)	231,512	12,438	243,950	234,198	9,752
General Supplies	307,721	178,276	485,997	464,057	21,940
Textbooks	7,500	(3,000)	4,500	4,048	452
Miscellaneous Expenses	7,100	(220)	6,880	5,210	1,670
Other Objects	35,500	1,300	36,800	26,572	10,228
Total Regular Programs - Instruction	7,728,044	(75,946)	7,652,098	6,969,814	682,284
Special Education - Instruction					
Learning and/or Language Disabilities					
Salaries of Teachers	297,495	(83,695)	213,800	163,450	50,350
Other Salaries for Instruction	67,725	7,189	74,914	65,640	9,274
General Supplies	600	600	1,200	387	813
Other Objects	360	-	360	111	249
Total Learning and/or Language Disabilities	366,180	(75,906)	290,274	229,588	60,686
Behavioral Disabilities					
Salaries of Teachers	323,005	(75,646)	247,359	247,106	253
Other Salaries for Instruction	20,190	27,933	48,123	41,969	6,154
General Supplies	4,600	3,000	7,600	1,842	5,758
Total Behavioral Disabilities	347,795	(44,713)	303,082	290,917	12,165
Multiple Disabilities					
Salaries of Teachers	248,300	-	248,300	248,300	-
Other Salaries for Instruction	67,425	599	68,024	67,725	299
General Supplies	7,200	(335)	6,865	5,092	1,773
Total Multiple Disabilities	322,925	264	323,189	321,117	2,072
Resource Room/Resource Center					
Salaries of Teachers	2,563,635	413,896	2,977,531	2,834,776	142,755
Other Salaries for Instruction	245,685	(55,504)	190,181	149,942	40,239
General Supplies	7,850	(3,500)	4,350	180	4,170
Total Resource Room/Resource Center	2,817,170	354,892	3,172,062	2,984,898	187,164
Preschool Disabilities - Full Time					
Salaries of Teachers	199,365	(74,440)	124,925	124,925	-
Other Salaries for Instruction	64,435	(43,948)	20,487	20,487	-
General Supplies	12,476	(3,173)	9,303	-	9,303
Other Objects	4,716	-	4,716	-	4,716
Total Preschool Disabilities - Full-Time	280,992	(121,561)	159,431	145,412	14,019
Total Special Education - Instruction	4,135,062	112,976	4,248,038	3,971,932	276,106
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	638,645	35,050	673,695	504,422	169,273
General Supplies	1,600	-	1,600	894	706
Total Basic Skills/Remedial	640,245	35,050	675,295	505,316	169,979
Bilingual Education					
Salaries of Teachers	128,335	(74,349)	53,986	-	53,986
Total Bilingual Education	128,335	(74,349)	53,986	-	53,986

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3

<u>District-Wide</u>	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School Sponsored Co-Curricular Activities					
Salaries	118,492	12,965	131,457	115,252	16,205
Supplies and Materials	19,574	231	19,805	14,053	5,752
Other Objects	7,000	2,954	9,954	4,775	5,179
Total School Sponsored Co-Curricular Activities	<u>145,066</u>	<u>16,150</u>	<u>161,216</u>	<u>134,080</u>	<u>27,136</u>
School Sponsored Athletics					
Salaries	482,013	-	482,013	461,559	20,454
Purchased Services (300-500 series)	51,620	2,000	53,620	31,704	21,916
Supplies and Materials	39,100	6,567	45,667	41,559	4,108
Other Objects	41,050	(10,000)	31,050	19,735	11,315
Total School Sponsored Athletics	<u>613,783</u>	<u>(1,433)</u>	<u>612,350</u>	<u>554,557</u>	<u>57,793</u>
Before and After School Sponsored Activities					
Salaries of Teachers	88,700	(15,867)	72,833	35,749	37,084
Other Salaries for Instruction	6,300	(1,365)	4,935	-	4,935
Total Before and After School Sponsored Activities	<u>95,000</u>	<u>(17,232)</u>	<u>77,768</u>	<u>35,749</u>	<u>42,019</u>
Summer School					
Salaries of Teachers	48,000	42,899	90,899	66,537	24,362
Total Summer School	<u>48,000</u>	<u>42,899</u>	<u>90,899</u>	<u>66,537</u>	<u>24,362</u>
Total Other Instructional Programs	<u>1,670,429</u>	<u>1,085</u>	<u>1,671,514</u>	<u>1,296,239</u>	<u>375,275</u>
Total Instruction	<u>13,533,535</u>	<u>38,115</u>	<u>13,571,650</u>	<u>12,237,985</u>	<u>1,333,665</u>
Undistributed Expenditures					
Attendance and Social Work Services					
Salaries	-	9,700	9,700	126	9,574
Supplies and Materials	300	-	300	-	300
Total Attendance and Social Work Services	<u>300</u>	<u>9,700</u>	<u>10,000</u>	<u>126</u>	<u>9,874</u>
Health Services					
Salaries	352,565	(6,420)	346,145	342,706	3,439
Purchased Professional and Technical Services	31,131	(6,818)	24,313	22,255	2,058
Other Purchased Services (400-500 series)	22,160	(6,280)	15,880	14,489	1,391
Supplies and Materials	10,759	(835)	9,924	8,951	973
Other Objects	144	-	144	-	144
Total Health Services	<u>416,759</u>	<u>(20,353)</u>	<u>396,406</u>	<u>388,401</u>	<u>8,005</u>
Guidance					
Salaries of Other Professional Staff	575,834	(16,105)	559,729	540,212	19,517
Salaries of Secretarial and Clerical Assistants	35,140	1,162	36,302	20,894	15,408
Purchased Professional - Educational Services	2,395	(117)	2,278	1,432	846
Other Purchased Professional and Technical Services	4,500	-	4,500	4,500	-
Other Purchased Services (400-500 series)	-	1,000	1,000	1,000	-
Supplies and Materials	16,650	5,263	21,913	19,579	2,334
Other Objects	-	2,270	2,270	2,135	135
Total Guidance	<u>634,519</u>	<u>(6,527)</u>	<u>627,992</u>	<u>589,752</u>	<u>38,240</u>
Improvement of Instructional Services					
Salaries of Other Professional Staff	-	840	840	840	-
Total Improvement of Instructional Services	<u>-</u>	<u>840</u>	<u>840</u>	<u>840</u>	<u>-</u>
Educational Media Services/School Library					
Purchased Professional and Technical Services	4,650	(2,390)	2,260	411	1,849
Other Purchased Services (400-500 series)	51,033	935	51,968	44,274	7,694
Supplies and Materials	58,659	8,611	67,270	59,776	7,494
Other Objects	1,950	-	1,950	1,730	220
Total Educational Media Services/School Library	<u>116,292</u>	<u>7,156</u>	<u>123,448</u>	<u>106,191</u>	<u>17,257</u>
Instructional Staff Training Services					
Purchased Professional - Educational Services	7,500	(4,308)	3,192	2,899	293
Other Purchased Services (400-500 series)	13,250	4,398	17,648	9,326	8,322
Supplies and Materials	1,550	(97)	1,453	1,453	-
Total Instructional Staff Training Services	<u>22,300</u>	<u>(7)</u>	<u>22,293</u>	<u>13,678</u>	<u>8,615</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3

<u>District-Wide</u>	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Director	539,319	23,797	563,116	563,011	105
Salaries of Secretarial and Clerical Assistants	298,839	4,337	303,176	299,652	3,524
Other Purchased Services (400-500 series)	30,646	(6,525)	24,121	23,671	450
Travel	9,000	(2,989)	6,011	5,490	521
Supplies and Materials	27,600	(4,486)	23,114	21,641	1,473
Other Objects	21,550	4,549	26,099	21,468	4,631
Total Support Services - School Administration	926,954	18,683	945,637	934,933	10,704
Custodial Services					
Salaries	20,000	(20,000)	-	-	-
Total Custodial Services	20,000	(20,000)	-	-	-
Security					
Purchased Professional and Technical Services	2,500	750	3,250	609	2,641
General Supplies	2,300	(50)	2,250	2,250	-
Total Security	4,800	700	5,500	2,859	2,641
Student Transportation Services					
Contracted Services (Oth. than Bet. Home & Sch.) - Vendors	111,150	8,803	119,953	113,464	6,489
Total Student Transportation Services	111,150	8,803	119,953	113,464	6,489
Unallocated Benefits					
Health Benefits	2,590,781	-	2,590,781	2,577,625	13,156
Total Unallocated Benefits	2,590,781	-	2,590,781	2,577,625	13,156
Total Undistributed Expenditures	4,843,855	(1,005)	4,842,850	4,727,869	114,981
Total Current Expenditures	18,377,390	37,110	18,414,500	16,965,854	1,448,646
District-Wide School Based Expenditures	18,377,390	37,110	18,414,500	16,965,854	1,448,646
Other Financing Sources					
Operating Transfers In	18,440,561	(26,061)	18,414,500	16,965,854	1,448,646
Total Other Financing Sources	18,440,561	(26,061)	18,414,500	16,965,854	1,448,646
Excess (Deficiency) of Other Financing Sources Over (Under) District-Wide Expenditures	63,171	(63,171)	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ 63,171	\$ (63,171)	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3a

School: <u>Keansburg High School</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expenditures					
Instruction					
Regular Programs - Instruction					
Grades 9-12 - Salaries of Teachers	\$ 1,861,015	\$ (32,084)	\$ 1,828,931	\$ 1,828,931	\$ -
Regular Programs - Undistributed Instruction					
Purchased Technical Services	7,200	(5,915)	1,285	-	1,285
Other Purchased Services (400-500 series)	146,095	-	146,095	145,807	288
General Supplies	99,333	114,319	213,652	211,416	2,236
Textbooks	7,500	(3,000)	4,500	4,048	452
Other Objects	9,500	4,000	13,500	12,688	812
Total Regular Programs - Instruction	2,130,643	77,320	2,207,963	2,202,890	5,073
Special Education - Instruction					
Behavioral Disabilities					
Salaries of Teachers	214,640	(104,656)	109,984	109,984	-
Other Salaries for Instruction	20,190	4,637	24,827	24,827	-
General Supplies	1,600	(500)	1,100	553	547
Total Behavioral Disabilities	236,430	(100,519)	135,911	135,364	547
Resource Room/Resource Center					
Salaries of Teachers	674,280	32,293	706,573	706,573	-
Other Salaries for Instruction	22,475	(14,518)	7,957	7,957	-
General Supplies	2,950	-	2,950	-	2,950
Total Resource Room/Resource Center	699,705	17,775	717,480	714,530	2,950
Total Special Education - Instruction	936,135	(82,744)	853,391	849,894	3,497
Other Instructional Programs					
School Sponsored Co-Curricular Activities					
Salaries	77,422	-	77,422	70,916	6,506
Supplies and Materials	15,800	(1,503)	14,297	9,359	4,938
Other Objects	4,500	-	4,500	477	4,023
Total School Sponsored Co-Curricular Activities	97,722	(1,503)	96,219	80,752	15,467
School Sponsored Athletics					
Salaries	424,370	-	424,370	411,724	12,646
Purchased Services (300-500 series)	51,620	-	51,620	31,704	19,916
Supplies and Materials	39,100	6,567	45,667	41,559	4,108
Other Objects	41,050	(10,000)	31,050	19,735	11,315
Total School Sponsored Athletics	556,140	(3,433)	552,707	504,722	47,985
Before and After School Sponsored Activities					
Salaries of Teachers	35,500	-	35,500	20,640	14,860
Total Before and After School Sponsored Activities	35,500	-	35,500	20,640	14,860
Summer School					
Salaries of Teachers	37,500	48,724	86,224	61,862	24,362
Total Summer School	37,500	48,724	86,224	61,862	24,362
Total Other Instructional Programs	726,862	43,788	770,650	667,976	102,674
Total Instruction	3,793,640	38,364	3,832,004	3,720,760	111,244
Undistributed Expenditures					
Health Services					
Salaries	88,100	810	88,910	88,910	-
Purchased Professional and Technical Services	10,000	(8,719)	1,281	-	1,281
Other Purchased Services (400-500 series)	9,025	(6,070)	2,955	1,737	1,218
Supplies and Materials	2,946	(400)	2,546	2,542	4
Other Objects	144	-	144	-	144
Total Health Services	110,215	(14,379)	95,836	93,189	2,647
Guidance					
Salaries of Other Professional Staff	181,658	12,408	194,066	194,066	-
Salaries of Secretarial and Clerical Assistants	35,140	1,162	36,302	20,894	15,408
Purchased Professional - Educational Services	2,395	(1,617)	778	112	666
Other Purchased Professional and Technical Services	4,500	-	4,500	4,500	-
Supplies and Materials	7,850	5,928	13,778	13,459	319
Other Objects	-	2,270	2,270	2,135	135
Total Guidance	231,543	20,151	251,694	235,166	16,528

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3a

<u>School: Keansburg High School</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Educational Media Services/School Library					
Other Purchased Services (400-500 series)	18,563	935	19,498	19,498	-
Supplies and Materials	27,294	3,246	30,540	30,368	172
Other Objects	1,950	-	1,950	1,730	220
Total Educational Media Services/School Library	47,807	4,181	51,988	51,596	392
Instructional Staff Training Services					
Purchased Professional - Educational Services	7,500	(4,308)	3,192	2,899	293
Other Purchased Services (400-500 series)	4,000	1,055	5,055	4,974	81
Supplies and Materials	500	(360)	140	140	-
Total Instructional Staff Training Services	12,000	(3,613)	8,387	8,013	374
Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Director	216,887	(48,660)	168,227	168,227	-
Salaries of Secretarial and Clerical Assistants	65,030	2,445	67,475	67,475	-
Other Purchased Services (400-500 series)	6,683	(5,700)	983	983	-
Supplies and Materials	18,100	(8,680)	9,420	9,150	270
Other Objects	4,050	1,130	5,180	4,812	368
Total Support Services - School Administration	310,750	(59,465)	251,285	250,647	638
Security					
General Supplies	2,300	(1,300)	1,000	1,000	-
Total Security	2,300	(1,300)	1,000	1,000	-
Student Transportation Services					
Contracted Services (Oth. than Bet. Home & Sch.) - Vendors	79,400	(1,672)	77,728	76,641	1,087
Total Student Transportation Services	79,400	(1,672)	77,728	76,641	1,087
Unallocated Benefits					
Health Benefits	771,387	-	771,387	768,098	3,289
Total Unallocated Benefits	771,387	-	771,387	768,098	3,289
Total Undistributed Expenditures	1,565,402	(56,097)	1,509,305	1,484,350	24,955
Total Current Expenditures	5,359,042	(17,733)	5,341,309	5,205,110	136,199
Total School Based Expenditures	5,359,042	(17,733)	5,341,309	5,205,110	136,199
Other Financing Sources					
Operating Transfers In	5,358,641	(17,332)	5,341,309	5,205,110	136,199
Total Other Financing Sources	5,358,641	(17,332)	5,341,309	5,205,110	136,199
Excess (Deficiency) of Other Financing Sources Over (Under) School Based Expenditures	(401)	401	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	<u>\$ (401)</u>	<u>\$ 401</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3b

School: Caruso	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expenditures					
Instruction					
Regular Programs - Instruction					
Grades 1-5 - Salaries of Teachers	\$ 1,136,785	\$ (144,596)	\$ 992,189	\$ 946,480	\$ 45,709
Regular Programs - Undistributed Instruction					
Purchased Technical Services	3,500	-	3,500	2,079	1,421
Other Purchased Services (400-500 series)	19,469	-	19,469	19,223	246
General Supplies	60,046	8,650	68,696	58,066	10,630
Other Objects	13,700	-	13,700	7,273	6,427
Total Regular Programs - Instruction	1,233,500	(135,946)	1,097,554	1,033,121	64,433
Special Education - Instruction					
Learning and/or Language Disabilities					
Salaries of Teachers	52,015	-	52,015	52,015	-
Other Salaries for Instruction	-	31,749	31,749	22,475	9,274
Total Learning and/or Language Disabilities	52,015	31,749	83,764	74,490	9,274
Behavioral Disabilities					
Salaries of Teachers	-	32,010	32,010	32,010	-
Other Salaries for Instruction	-	13,201	13,201	8,056	5,145
General Supplies	-	3,500	3,500	1,139	2,361
Total Behavioral Disabilities	-	48,711	48,711	41,205	7,506
Multiple Disabilities					
Salaries of Teachers	88,100	-	88,100	88,100	-
Other Salaries for Instruction	22,475	599	23,074	22,775	299
General Supplies	2,200	(335)	1,865	1,516	349
Total Multiple Disabilities	112,775	264	113,039	112,391	648
Resource Room/Resource Center					
Salaries of Teachers	355,165	134,619	489,784	389,468	100,316
Other Salaries for Instruction	66,880	(22,475)	44,405	43,273	1,132
General Supplies	3,500	(3,500)	-	-	-
Total Resource Room/Resource Center	425,545	108,644	534,189	432,741	101,448
Total Special Education - Instruction	590,335	189,368	779,703	660,827	118,876
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	163,900	-	163,900	136,108	27,792
General Supplies	1,200	-	1,200	509	691
Total Basic Skills/Remedial	165,100	-	165,100	136,617	28,483
Bilingual Education					
Salaries of Teachers	70,585	(30,690)	39,895	-	39,895
Total Bilingual Education	70,585	(30,690)	39,895	-	39,895
School Sponsored Co-Curricular Activities					
Salaries	15,036	-	15,036	5,337	9,699
Supplies and Materials	-	3,688	3,688	2,874	814
Total School Sponsored Co-Curricular Activities	15,036	3,688	18,724	8,211	10,513
Before and After School Sponsored Activities					
Salaries of Teachers	40,600	(13,357)	27,243	13,720	13,523
Total Before and After School Sponsored Activities	40,600	(13,357)	27,243	13,720	13,523
Total Other Instructional Programs	291,321	(40,359)	250,962	158,548	92,414
Total Instruction	2,115,156	13,063	2,128,219	1,852,496	275,723
Undistributed Expenditures					
Attendance and Social Work Services					
Supplies and Materials	300	-	300	-	300
Total Attendance and Social Work Services	300	-	300	-	300

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3b

<u>School: Caruso</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Health Services					
Salaries	77,410	-	77,410	77,410	-
Purchased Professional and Technical Services	9,009	-	9,009	8,703	306
Supplies and Materials	2,940	-	2,940	2,788	152
Total Health Services	89,359	-	89,359	88,901	458
Guidance					
Salaries of Other Professional Staff	120,264	(17,329)	102,935	102,935	-
Total Guidance	120,264	(17,329)	102,935	102,935	-
Educational Media Services/School Library					
Other Purchased Services (400-500 series)	23,573	-	23,573	16,779	6,794
Supplies and Materials	6,865	(2,600)	4,265	813	3,452
Total Educational Media Services/School Library	30,438	(2,600)	27,838	17,592	10,246
Instructional Staff Training Services					
Other Purchased Services (400-500 series)	5,000	90	5,090	450	4,640
Supplies and Materials	1,050	263	1,313	1,313	-
Total Instructional Staff Training Services	6,050	353	6,403	1,763	4,640
Support Services - School Administration					
Salaries of Secretarial and Clerical Assistants	89,473	2,652	92,125	89,204	2,921
Other Purchased Services (400-500 series)	5,821	3,077	8,898	8,505	393
Travel	3,000	(3,000)	-	-	-
Supplies and Materials	2,700	494	3,194	3,051	143
Other Objects	2,000	2,869	4,869	4,724	145
Total Support Services - School Administration	102,994	6,092	109,086	105,484	3,602
Security					
Purchased Professional and Technical Services	2,500	750	3,250	609	2,641
Total Security	2,500	750	3,250	609	2,641
Student Transportation Services					
Contracted Services (Oth. than Bet. Home & Sch.) - Vendors	7,600	-	7,600	5,410	2,190
Total Student Transportation Services	7,600	-	7,600	5,410	2,190
Unallocated Benefits					
Health Benefits	423,805	-	423,805	420,516	3,289
Total Unallocated Benefits	423,805	-	423,805	420,516	3,289
Total Undistributed Expenditures	783,310	(12,734)	770,576	743,210	27,366
Total Current Expenditures	2,898,466	329	2,898,795	2,595,706	303,089
Total School Based Expenditures	2,898,466	329	2,898,795	2,595,706	303,089
Other Financing Sources					
Operating Transfers In	2,904,708	(5,913)	2,898,795	2,595,706	303,089
Total Other Financing Sources	2,904,708	(5,913)	2,898,795	2,595,706	303,089
Excess (Deficiency) of Other Financing Sources Over (Under) School Based Expenditures	6,242	(6,242)	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ 6,242	\$ (6,242)	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3c

School: <u>Bolger</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expenditures					
Instruction					
Regular Programs - Instruction					
Grades 1-5 - Salaries of Teachers	\$ 837,516	\$ (149,818)	\$ 687,698	\$ 564,225	\$ 123,473
Grades 6-8 - Salaries of Teachers	1,517,970	26,048	1,544,018	1,388,609	155,409
Regular Programs - Undistributed Instruction					
Other Purchased Services (400-500 series)	40,173	4,010	44,183	39,956	4,227
General Supplies	91,197	57,246	148,443	140,411	8,032
Other Objects	8,000	300	8,300	5,919	2,381
Total Regular Programs - Instruction	2,494,856	(62,214)	2,432,642	2,139,120	293,522
Special Education - Instruction					
Learning and/or Language Disabilities					
Salaries of Teachers	50,350	-	50,350	-	50,350
Total Learning and/or Language Disabilities	50,350	-	50,350	-	50,350
Behavioral Disabilities					
Salaries of Teachers	108,365	(3,000)	105,365	105,112	253
Other Salaries for Instruction	-	10,095	10,095	9,086	1,009
General Supplies	3,000	-	3,000	150	2,850
Total Behavioral Disabilities	111,365	7,095	118,460	114,348	4,112
Multiple Disabilities					
Salaries of Teachers	160,200	-	160,200	160,200	-
Other Salaries for Instruction	44,950	-	44,950	44,950	-
General Supplies	5,000	-	5,000	3,576	1,424
Total Multiple Disabilities	210,150	-	210,150	208,726	1,424
Resource Room/Resource Center					
Salaries of Teachers	932,360	-	932,360	902,845	29,515
Other Salaries for Instruction	68,655	-	68,655	29,662	38,993
Total Resource Room/Resource Center	1,001,015	-	1,001,015	932,507	68,508
Total Special Education - Instruction	1,372,880	7,095	1,379,975	1,255,581	124,394
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	146,945	138,193	285,138	183,472	101,666
Total Basic Skills/Remedial	146,945	138,193	285,138	183,472	101,666
Bilingual Education					
Salaries of Teachers	57,750	(43,659)	14,091	-	14,091
Total Bilingual Education	57,750	(43,659)	14,091	-	14,091
School Sponsored Co-Curricular Activities					
Salaries	23,287	12,965	36,252	36,252	-
Supplies and Materials	3,774	(1,954)	1,820	1,820	-
Other Objects	2,500	2,954	5,454	4,298	1,156
Total School Sponsored Co-Curricular Activities	29,561	13,965	43,526	42,370	1,156
School Sponsored Athletics					
Salaries	57,643	-	57,643	49,835	7,808
Purchased Services (300-500 series)	-	2,000	2,000	-	2,000
Total School Sponsored Athletics	57,643	2,000	59,643	49,835	9,808
Total Other Instructional Programs	291,899	110,499	402,398	275,677	126,721
Total Instruction	4,159,635	55,380	4,215,015	3,670,378	544,637

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3c

School: <u>Bolger</u>	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures					
Health Services					
Salaries	72,910	-	72,910	72,545	365
Other Purchased Services (400-500 series)	13,135	(210)	12,925	12,752	173
Supplies and Materials	2,388	550	2,938	2,817	121
Total Health Services	88,433	340	88,773	88,114	659
Guidance					
Salaries of Other Professional Staff	175,068	4,080	179,148	159,631	19,517
Purchased Professional - Educational Services	-	1,500	1,500	1,320	180
Other Purchased Services (400-500 series)	-	1,000	1,000	1,000	-
Supplies and Materials	8,800	(665)	8,135	6,120	2,015
Total Guidance	183,868	5,915	189,783	168,071	21,712
Improvement of Instructional Services					
Salaries of Other Professional Staff	-	840	840	840	-
Total Improvement of Instructional Services	-	840	840	840	-
Educational Media Services/School Library					
Purchased Professional and Technical Services	2,400	(840)	1,560	-	1,560
Other Purchased Services (400-500 series)	2,266	-	2,266	1,366	900
Supplies and Materials	23,000	9,465	32,465	28,595	3,870
Total Educational Media Services/School Library	27,666	8,625	36,291	29,961	6,330
Instructional Staff Training Services					
Other Purchased Services (400-500 series)	2,000	4,189	6,189	3,681	2,508
Total Instructional Staff Training Services	2,000	4,189	6,189	3,681	2,508
Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Director	208,075	(5,056)	203,019	202,914	105
Salaries of Secretarial and Clerical Assistants	75,356	(3,880)	71,476	70,873	603
Other Purchased Services (400-500 series)	13,555	(1,744)	11,811	11,811	-
Travel	6,000	11	6,011	5,490	521
Supplies and Materials	3,800	-	3,800	3,126	674
Other Objects	10,000	(500)	9,500	5,397	4,103
Total Support Services - School Administration	316,786	(11,169)	305,617	299,611	6,006
Custodial Services					
Salaries	20,000	(20,000)	-	-	-
Total Custodial Services	20,000	(20,000)	-	-	-
Security					
General Supplies	-	1,250	1,250	1,250	-
Total Security	-	1,250	1,250	1,250	-
Student Transportation Services					
Contracted Services (Oth. than Bet. Home & Sch.) - Vendors	20,000	9,475	29,475	27,348	2,127
Total Student Transportation Services	20,000	9,475	29,475	27,348	2,127
Unallocated Benefits					
Health Benefits	731,350	-	731,350	728,061	3,289
Total Unallocated Benefits	731,350	-	731,350	728,061	3,289
Total Undistributed Expenditures	1,390,103	(535)	1,389,568	1,346,937	42,631
Total Current Expenditures	5,549,738	54,845	5,604,583	5,017,315	587,268
Total School Based Expenditures	5,549,738	54,845	5,604,583	5,017,315	587,268
Other Financing Sources					
Operating Transfers In	5,607,399	(2,816)	5,604,583	5,017,315	587,268
Total Other Financing Sources	5,607,399	(2,816)	5,604,583	5,017,315	587,268
Excess (Deficiency) of Other Financing Sources Over (Under) School Based Expenditures	57,661	(57,661)	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ 57,661	\$ (57,661)	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3d

School: Port Monmouth Road	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES					
Current Expenditures					
Instruction					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	\$ 547,120	\$ (123,127)	\$ 423,993	\$ 403,608	\$ 20,385
Grades 1-5 - Salaries of Teachers	1,117,215	274,517	1,391,732	1,101,172	290,560
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	110,390	(109,765)	625	625	-
Other Purchased Services (400-500 series)	25,775	8,428	34,203	29,212	4,991
General Supplies	57,145	(1,939)	55,206	54,164	1,042
Miscellaneous Expenses	7,100	(220)	6,880	5,210	1,670
Other Objects	4,300	(3,000)	1,300	692	608
Total Regular Programs - Instruction	1,869,045	44,894	1,913,939	1,594,683	319,256
Special Education - Instruction					
Learning and/or Language Disabilities					
Salaries of Teachers	195,130	(83,695)	111,435	111,435	-
Other Salaries for Instruction	67,725	(24,560)	43,165	43,165	-
General Supplies	600	600	1,200	387	813
Other Objects	360	-	360	111	249
Total Learning and/or Language Disabilities	263,815	(107,655)	156,160	155,098	1,062
Resource Room/Resource Center					
Salaries of Teachers	601,830	246,984	848,814	835,890	12,924
Other Salaries for Instruction	87,675	(18,511)	69,164	69,050	114
General Supplies	1,400	-	1,400	180	1,220
Total Resource Room/Resource Center	690,905	228,473	919,378	905,120	14,258
Preschool Disabilities - Full-Time					
Salaries of Teachers	199,365	(74,440)	124,925	124,925	-
Other Salaries for Instruction	64,435	(43,948)	20,487	20,487	-
General Supplies	12,476	(3,173)	9,303	-	9,303
Other Objects	4,716	-	4,716	-	4,716
Total Preschool Disabilities - Full-Time	280,992	(121,561)	159,431	145,412	14,019
Total Special Education - Instruction	1,235,712	(743)	1,234,969	1,205,630	29,339
Other Instructional Programs					
Basic Skills/Remedial					
Salaries of Teachers	327,800	(103,143)	224,657	184,842	39,815
General Supplies	400	-	400	385	15
Total Basic Skills/Remedial	328,200	(103,143)	225,057	185,227	39,830
School Sponsored Co-Curricular Activities					
Salaries	2,747	-	2,747	2,747	-
Total School Sponsored Co-Curricular Activities	2,747	-	2,747	2,747	-
Before and After School Sponsored Activities					
Salaries of Teachers	12,600	(2,510)	10,090	1,389	8,701
Other Salaries for Instruction	6,300	(1,365)	4,935	-	4,935
Total Before and After School Sponsored Activities	18,900	(3,875)	15,025	1,389	13,636
Summer School					
Salaries of Teachers	10,500	(5,825)	4,675	4,675	-
Total Summer School	10,500	(5,825)	4,675	4,675	-
Total Other Instructional Programs	360,347	(112,843)	247,504	194,038	53,466
Total Instruction	3,465,104	(68,692)	3,396,412	2,994,351	402,061

KEANSBURG SCHOOL DISTRICT
 BLENDED RESOURCE FUND 15
 SCHEDULE OF BLENDED EXPENDITURES - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2014

Exhibit D-3d

School: Port Monmouth Road	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures					
Attendance and Social Work Services					
Salaries	-	9,700	9,700	126	9,574
Total Attendance and Social Work Services	-	9,700	9,700	126	9,574
Health Services					
Salaries	114,145	(7,230)	106,915	103,841	3,074
Purchased Professional and Technical Services	12,122	1,901	14,023	13,552	471
Supplies and Materials	2,485	(985)	1,500	804	696
Total Health Services	128,752	(6,314)	122,438	118,197	4,241
Guidance					
Salaries of Other Professional Staff	98,844	(15,264)	83,580	83,580	-
Total Guidance	98,844	(15,264)	83,580	83,580	-
Educational Media Services/School Library					
Purchased Professional and Technical Services	2,250	(1,550)	700	411	289
Other Purchased Services (400-500 series)	6,631	-	6,631	6,631	-
Supplies and Materials	1,500	(1,500)	-	-	-
Total Educational Media Services/School Library	10,381	(3,050)	7,331	7,042	289
Instructional Staff Training Services					
Other Purchased Services (400-500 series)	2,250	(936)	1,314	221	1,093
Total Instructional Staff Training Services	2,250	(936)	1,314	221	1,093
Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Director	114,357	77,513	191,870	191,870	-
Salaries of Secretarial and Clerical Assistants	68,980	3,120	72,100	72,100	-
Other Purchased Services (400-500 series)	4,587	(2,158)	2,429	2,372	57
Supplies and Materials	3,000	3,700	6,700	6,314	386
Other Objects	5,500	1,050	6,550	6,535	15
Total Support Services - School Administration	196,424	83,225	279,649	279,191	458
Student Transportation Services					
Contracted Services (Oth. than Bet. Home & Sch.) - Vendors	4,150	1,000	5,150	4,065	1,085
Total Student Transportation Services	4,150	1,000	5,150	4,065	1,085
Unallocated Benefits					
Health Benefits	664,239	-	664,239	660,950	3,289
Total Unallocated Benefits	664,239	-	664,239	660,950	3,289
Total Undistributed Expenditures	1,105,040	68,361	1,173,401	1,153,372	20,029
Total Current Expenditures	4,570,144	(331)	4,569,813	4,147,723	422,090
Total School Based Expenditures	4,570,144	(331)	4,569,813	4,147,723	422,090
Other Financing Sources					
Operating Transfers In	4,569,813	-	4,569,813	4,147,723	422,090
Total Other Financing Sources	4,569,813	-	4,569,813	4,147,723	422,090
Excess (Deficiency) of Other Financing Sources Over (Under) School Based Expenditures	(331)	331	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ (331)	\$ 331	\$ -	\$ -	\$ -

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Special Revenue Fund

KEANSBURG SCHOOL DISTRICT

SPECIAL REVENUE FUND
 COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
 BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2014
 (With Comparative Totals for June 30, 2013)

	Project SERV	Preschool Education Aid	Madison Square Garden
REVENUES			
State Sources	\$ -	\$ 3,101,708	\$ -
Federal Sources	306,089	-	-
Local Sources	-	-	727
Total Revenues	306,089	3,101,708	727
EXPENDITURES			
Instruction			
Salaries of Teachers	-	1,144,530	-
Other Salaries of Instruction	-	387,512	727
Purchased Professional - Technical Services	-	-	-
Other Purchased Professional Services	-	-	-
Other Purchased Services	-	7,770	-
Travel	-	-	-
General Supplies	-	94,108	-
Other Objects	-	13,712	-
Total Instruction	-	1,647,632	727
Support Services			
Salaries of Supervisors of Instruction	-	106,000	-
Salaries of Other Professional Staff	-	258,399	-
Salaries of Secretarial and Clerical Assistants	-	76,490	-
Other Salaries	-	127,925	-
Personal Services - Employee Benefits	-	555,324	-
Purchased Professional - Educational Services	-	14,737	-
Other Purchased Professional Services	-	14,034	-
Purchased Technical Services	-	-	-
Purchased Property Services	-	152,830	-
Contractual Services Transportation	306,089	93,911	-
Other Purchased Services	-	-	-
Travel	-	-	-
Supplies and Materials	-	7,467	-
Other Objects	-	4,069	-
Total Support Services	306,089	1,411,186	-
Facilities Acquisition and Construction			
Instructional Equipment	-	42,890	-
Transfer to School Based Budgets	-	-	-
Total Expenditures	306,089	3,101,708	727
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Delta Dental Grant	Antibully Grant	Rutgers Grant	21st C Community	21st C Community Carryover	Workforce Investment In School
\$ -	\$ 1,207	\$ -	\$ -	\$ -	\$ -
-	-	-	253,816	121,647	-
1,996	-	250	-	-	29,970
1,996	1,207	250	253,816	121,647	29,970
-	-	-	99,293	43,350	21,120
-	-	-	-	-	-
-	-	-	1,634	4,472	-
-	-	-	-	-	-
-	-	250	-	-	2,000
-	-	-	-	-	850
716	-	-	5,460	39,174	-
-	1,207	-	3,200	3,165	-
716	1,207	250	109,587	90,161	23,970
-	-	-	81,722	18,970	6,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	23,016	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,280	-	-	11,512	750	-
-	-	-	2,226	-	-
-	-	-	-	-	-
-	-	-	21,923	7,607	-
-	-	-	1,085	103	-
-	-	-	2,745	4,056	-
-	-	-	-	-	-
1,280	-	-	144,229	31,486	6,000
-	-	-	-	-	-
-	-	-	-	-	-
1,996	1,207	250	253,816	121,647	29,970
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
For the Fiscal Year Ended June 30, 2014
(With Comparative Totals for June 30, 2013)

	Title I	Title I Carryover	Title II A
REVENUES			
State Sources	\$ -	\$ -	\$ -
Federal Sources	983,429	198,426	71,725
Local Sources	-	-	-
Total Revenues	983,429	198,426	71,725
EXPENDITURES			
Instruction			
Salaries of Teachers	219,446	29,292	-
Other Salaries of Instruction	105	910	-
Purchased Professional - Technical Services	-	-	-
Other Purchased Professional Services	-	-	-
Other Purchased Services	-	-	-
Travel	-	-	-
General Supplies	141,954	80,406	-
Other Objects	-	-	-
Total Instruction	361,505	110,608	-
Support Services			
Salaries of Supervisors of Instruction	40,000	26,001	29,109
Salaries of Other Professional Staff	30,836	4,741	-
Salaries of Secretarial and Clerical Assistants	-	-	-
Other Salaries	-	-	-
Personal Services - Employee Benefits	47,884	-	6,288
Purchased Professional - Educational Services	-	-	-
Other Purchased Professional Services	-	-	-
Purchased Technical Services	-	27,663	17,335
Purchased Property Services	-	-	-
Contractual Services Transportation	-	-	-
Other Purchased Services	-	-	11,317
Travel	-	-	-
Supplies and Materials	6,305	29,413	7,676
Other Objects	-	-	-
Total Support Services	125,025	87,818	71,725
Facilities Acquisition and Construction			
Instructional Equipment	-	-	-
Transfer to School Based Budgets	496,899	-	-
Total Expenditures	983,429	198,426	71,725
Excess (Deficiency) of Revenues Over (Under)			
Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -

Title II A Carryover	Title III	Title III C/O	I.D.E.A. Part B	I.D.E.A. Part B Preschool
\$ -	\$ -	\$ -	\$ -	\$ -
23,783	4,157	11,867	542,974	14,995
-	-	-	-	-
23,783	4,157	11,867	542,974	14,995
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	542,974	14,995
-	-	-	-	-
-	3,307	-	-	-
-	-	-	-	-
-	3,307	-	542,974	14,995
23,783	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	850	-	-	-
-	-	-	-	-
-	-	11,867	-	-
-	-	-	-	-
23,783	850	11,867	-	-
-	-	-	-	-
-	-	-	-	-
23,783	4,157	11,867	542,974	14,995
\$ -	\$ -	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT

SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2014
(With Comparative Totals for June 30, 2013)

	NJDHS School Based Health Svcs	Juvenile Justice Comission Grant	NJDHS Family Friendly Center	2014	Memorandum Totals 2013
REVENUES					
State Sources	\$ 251,508	\$ 9,023	\$ 45,053	\$ 3,408,499	\$ 3,506,701
Federal Sources	-	-	-	2,532,908	2,551,958
Local Sources	-	-	-	32,943	28,849
Total Revenues	251,508	9,023	45,053	5,974,350	6,087,508
EXPENDITURES					
Instruction					
Salaries of Teachers	159,138	-	34,772	1,750,941	1,757,182
Other Salaries of Instruction	-	-	-	389,254	442,117
Purchased Professional - Technical Services	-	-	-	6,106	-
Other Purchased Professional Services	-	-	-	-	9,933
Other Purchased Services	-	-	-	567,989	897,880
Travel	-	-	-	850	-
General Supplies	-	-	-	365,125	400,957
Other Objects	-	-	-	21,284	16,877
Total Instruction	159,138	-	34,772	3,101,549	3,524,946
Support Services					
Salaries of Supervisors of Instruction	-	-	-	331,585	284,129
Salaries of Other Professional Staff	-	-	-	293,976	430,892
Salaries of Secretarial and Clerical Assistants	-	-	-	76,490	75,897
Other Salaries	-	-	-	127,925	126,869
Personal Services - Employee Benefits	11,457	-	-	643,969	651,294
Purchased Professional - Educational Services	50,996	350	2,399	68,482	97,991
Other Purchased Professional Services	-	-	-	14,034	16,224
Purchased Technical Services	-	-	-	58,540	29,200
Purchased Property Services	-	-	-	155,056	113,391
Contractual Services Transportation	-	-	-	400,000	89,760
Other Purchased Services	-	-	-	41,697	49,435
Travel	-	4,225	-	5,413	5,424
Supplies and Materials	14,865	2,532	2,110	89,036	43,471
Other Objects	15,052	1,916	5,772	26,809	15,144
Total Support Services	92,370	9,023	10,281	2,333,012	2,029,121
Facilities Acquisition and Construction					
Instructional Equipment	-	-	-	42,890	122,705
Transfer to School Based Budgets	-	-	-	496,899	410,736
Total Expenditures	251,508	9,023	45,053	5,974,350	6,087,508
Excess (Deficiency) of Revenues Over (Under)					
Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -

KEANSBURG SCHOOL DISTRICT
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
For the Fiscal Year Ended June 30, 2014

Exhibit E-2

District-Wide

EXPENDITURES	Budget		Actual	Variance
	Original	Transfers		
Instruction				
Salaries of Teachers	\$ 1,204,497	\$ (59,312)	\$ 1,144,530	\$ 655
Other Salaries of Instruction	409,620	(17,000)	387,512	5,108
Other Purchased Services	6,480	1,290	7,770	-
General Supplies	135,351	44,451	94,108	85,694
Other Objects	13,730	-	13,712	18
Total Instruction	1,769,678	(30,571)	1,647,632	91,475
Support Services				
Salaries of Supervisors of Instruction	69,970	36,030	106,000	-
Salaries of Other Professional Staff	282,999	(24,600)	258,399	-
Salaries of Secretarial and Clerical Assistants	70,566	6,000	76,490	76
Other Salaries	270,843	(142,918)	127,925	-
Personal Services - Employee Benefits	557,427	-	555,324	2,103
Purchased Professional - Educational Services	14,800	-	14,737	63
Other Purchased Professional Services	14,170	-	14,034	136
Purchased Property Services	8,000	148,700	152,830	3,870
Contractual Services Transportation	89,087	4,824	93,911	-
Travel	500	(7)	-	493
Supplies and Materials	12,323	-	7,467	4,856
Other Objects	4,100	-	4,069	31
Total Support Services	1,394,785	28,029	1,411,186	11,628
Facilities Acquisition and Construction				
Instructional Equipment	50,352	(4,817)	42,890	2,645
Total Expenditures	\$ 3,214,815	\$ (7,359)	\$ 3,101,708	\$ 105,748

Calculation of Budget & Carryover

Total 2013/2014 PreK and ECPA Aid Allocation	\$ 3,207,456
Add:	
Carryover June 30, 2013	8,723
Total Funds Available for 2013/2014 Budget	3,216,179
Less:	
2013/2014 Budgeted PreK/ECPA	3,207,456
Available and Unbudgeted Funds as of June 30, 2014	8,723
Add:	
June 30, 2014 - Unexpended PreK Aid	105,748
2013-2014 Actual Carryover - PreK Aid	\$ 114,471
2013-2014 PreK Aid Carryover Budgeted in 2014/2015	\$ -

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Capital Projects Fund

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KEANSBURG SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Fiscal Year Ended June 30, 2014

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations June 30, 2014
			Prior Years	Current Year	
TCU Relocation Project	3/22/2013	\$ 1,134,144	\$ 975	\$ 1,028,559	\$ 104,610

KEANSBURG SCHOOL DISTRICT
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year Ended June 30, 2014

Revenues and Other Financing Sources:	
State sources - SDA grants	\$ 14,830
Expenditures and Other Financing Uses:	
Construction Services	<u>1,028,559</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,013,729)
Fund Balance - Beginning	<u>1,118,339</u>
Fund Balance - Ending	<u><u>\$ 104,610</u></u>

KEANSBURG SCHOOL DISTRICT
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Swing Space Renovation - St. Anne's School Temporary Space
From Inception and for the Year Ended June 30, 2014

	Prior Periods	Current Period	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 1,119,314	\$ 14,830	\$ 1,134,144	\$ 1,134,144
Total Revenues and Other Financing Sources	1,119,314	14,830	1,134,144	1,134,144
Expenditures and Other Financing Uses:				
Construction Services	975	935,309	936,284	1,040,894
Architect Fees	-	74,522	74,522	74,522
Electrical Services	-	18,728	18,728	18,728
Total Expenditures and Other Financing Uses	975	1,028,559	1,029,534	1,134,144
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 1,118,339	\$ (1,013,729)	\$ 104,610	\$ -

Additional Project Information:

Project Number	2400-E01-02-0116-02
Grant Date/Letter of Notification	March 22, 2013
Bond Authorization/Referendum Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Project Authorized Cost	\$1,119,314
Additional Authorized Cost	\$14,830
Revised Authorized Cost	\$1,134,144
Percentage Increase Over Original Authorized Cost	1%
Percentage Completion	91%
Original Target Completion Date	October 2013
Revised Target Completion Date	August 2014

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Proprietary Funds

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Enterprise Fund

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KEANSBURG SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING SCHEDULE OF NET POSITION
June 30, 2014
(With Comparative Totals for June 30, 2013)

			Totals	
	Food Service	Community Service	2014	2013
ASSETS				
Cash and Cash Equivalents	\$ 42,263	\$ 1,550	\$ 43,813	\$ 310,758
Accounts Receivable				
State	1,876	-	1,876	682
Federal	126,525	-	126,525	44,892
Other Accounts Receivable	3,765	-	3,765	19,785
Inventory	33,894	-	33,894	20,900
Total Current Assets	208,323	1,550	209,873	397,017
Capital Assets, net	97,303	-	97,303	133,942
Total Assets	\$ 305,626	\$ 1,550	\$ 307,176	\$ 530,959
LIABILITIES AND NET POSITION				
Accounts Payable	\$ 140,154	\$ -	\$ 140,154	\$ 269,300
Interfund Accounts Payable	406,254	-	406,254	457,240
Total Current Liabilities	546,408	-	546,408	726,540
Net Position				
Unrestricted	(240,782)	1,550	(239,232)	(195,581)
Total Liabilities and Net Position	\$ 305,626	\$ 1,550	\$ 307,176	\$ 530,959

KEANSBURG SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2014
(With Comparative Totals for June 30, 2013)

			Totals	
	Food Service	Community Service	2014	2013
Operating Revenues				
Charges for Services				
Daily Sales - Reimbursable Programs	\$ 187,293	\$ -	\$ 187,293	\$ 160,364
Special Functions	31,645	-	31,645	-
Total Operating Revenues	218,938	-	218,938	160,364
Operating Expenses				
Cost of Sales	359,250	-	359,250	330,662
Salaries	399,053	298	399,351	408,607
Supplies	-	-	-	281
Equipment	50,910	-	50,910	12,025
Repairs	56,161	-	56,161	12,244
Management Fee	114,270	-	114,270	-
Depreciation Expense	36,989	-	36,989	36,229
Food Distribution	39,567	-	39,567	56,358
Summer Food Program	13,763	-	13,763	-
Miscellaneous Costs	52,968	-	52,968	79,092
Total Operating Expenses	1,122,931	298	1,123,229	935,498
Operating Loss	(903,993)	(298)	(904,291)	(775,134)
Non-Operating Revenues (Expenses)				
State Sources				
State School Lunch Program	9,775	-	9,775	10,454
Federal Sources				
National School Lunch Program	456,047	-	456,047	460,237
National School Breakfast Program	178,005	-	178,005	165,660
National After School Snack Program	6,657	-	6,657	6,790
Summer Food Program	13,117	-	13,117	-
Food Distribution Program	39,567	-	39,567	56,358
Interest and Investment Revenue	1	-	1	6
Transfer from General Fund	157,471	-	157,471	108,036
Total Non-Operating Revenues (Expenses)	860,640	-	860,640	807,541
Change in Net Position	(43,353)	(298)	(43,651)	32,407
Total Net Position - July 1	(197,429)	1,848	(195,581)	(227,988)
Total Net Position - June 30	\$ (240,782)	\$ 1,550	\$ (239,232)	\$ (195,581)

KEANSBURG SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2014
(With Comparative Totals for June 30, 2013)

			Totals	
	Food Service	Community Service	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (903,993)	\$ (298)	\$ (904,291)	\$ (775,134)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation Expense	36,989	-	36,989	36,229
Food Distribution Program	39,567	-	39,567	56,358
Loss on Disposal of Equipment	14,350	-	14,350	-
(Increase) Decrease in Accounts Receivable	16,020	-	16,020	(22,890)
(Increase) Decrease in Inventory	(12,994)	-	(12,994)	(16,098)
Increase (Decrease) in Accounts Payable	(129,146)	-	(129,146)	(15,627)
Net Cash Provided by (Used in) Operating Activities	(939,207)	(298)	(939,505)	(737,162)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfer from General Fund	106,485	-	106,485	367,536
State and Federal Sources	580,774	-	580,774	643,141
Net Cash Provided by (Used in) Non-Capital Financing Activities	687,259	-	687,259	1,010,677
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Capital Assets	(14,700)	-	(14,700)	-
Interest and Dividends	1	-	1	6
Net Cash Provided by (Used for) Investing Activities	(14,699)	-	(14,699)	6
Net Increase (Decrease) in Cash and Cash Equivalents	(266,647)	(298)	(266,945)	273,521
Cash and Cash Equivalents at Beginning of Year	308,910	1,848	310,758	37,237
Cash and Cash Equivalents at End of Year	\$ 42,263	\$ 1,550	\$ 43,813	\$ 310,758
NON-CASH TRANSACTIONS				
Adjustment due to fixed asset inventory procedures	\$ 5,623	\$ -	\$ 5,623	\$ 83,047

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Fiduciary Funds

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KEANSBURG SCHOOL DISTRICT
TRUST AND AGENCY FUND
COMBINING STATEMENT OF FIDUCIARY NET POSITION
June 30, 2014
(With Comparative Totals for June 30, 2013)

	Agency		Expendable Trust	Totals	
	Student Activity	Payroll	Private Purpose Scholarship	2014	2013
ASSETS					
Cash and Cash Equivalents	\$ 56,686	\$ 623,905	\$ 18,316	\$ 698,907	\$ 413,739
Total Assets	<u>\$ 56,686</u>	<u>\$ 623,905</u>	<u>\$ 18,316</u>	<u>\$ 698,907</u>	<u>\$ 413,739</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Payroll Deductions and Withholdings	\$ -	\$ 215,190	\$ -	\$ 215,190	\$ 160,702
Interfund Payable	-	408,715	-	408,715	182,608
Due to Student Groups	<u>56,686</u>	<u>-</u>	<u>-</u>	<u>56,686</u>	<u>51,013</u>
Total Liabilities	56,686	623,905	-	680,591	394,323
FUND BALANCES					
Reserved for Scholarships	<u>-</u>	<u>-</u>	<u>18,316</u>	<u>18,316</u>	<u>19,416</u>
Total Liabilities and Fund Balances	<u>\$ 56,686</u>	<u>\$ 623,905</u>	<u>\$ 18,316</u>	<u>\$ 698,907</u>	<u>\$ 413,739</u>

KEANSBURG SCHOOL DISTRICT
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 For the Fiscal Year Ended June 30, 2014
 (With Comparative Totals for June 30, 2013)

	Private Purpose Scholarship Trust	
	2014	2013
	Total	Total
OPERATING REVENUES		
Local Sources		
Interest on Investments	\$ -	\$ 1
OPERATING EXPENSES		
Scholarship Payments	1,100	1,000
Net Loss	(1,100)	(999)
Fund Balance, July 1	19,416	20,415
Fund Balance, June 30	<u>\$ 18,316</u>	<u>\$ 19,416</u>

KEANSBURG SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
For the Fiscal Year Ended June 30, 2014

	<u>Balance July 1, 2013</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2014</u>
Elementary:				
Joseph C. Caruso	\$ 9,607	\$ 6,028	\$ (9,084)	\$ 6,551
Port Monmouth Road	<u>10,580</u>	<u>10,571</u>	<u>(15,677)</u>	<u>5,474</u>
Total Elementary	20,187	16,599	(24,761)	12,025
Intermediate:				
Joseph R. Bolger	637	31,393	(29,106)	2,924
High School:				
Keansburg High School	<u>30,189</u>	<u>128,471</u>	<u>(116,923)</u>	<u>41,737</u>
Total	<u><u>\$ 51,013</u></u>	<u><u>\$ 176,463</u></u>	<u><u>\$ (170,790)</u></u>	<u><u>\$ 56,686</u></u>

KEANSBURG SCHOOL DISTRICT
 PAYROLL AGENCY FUND
 SCHEDULE OF RECEIPTS AND DISBURSEMENTS
 For the Fiscal Year Ended June 30, 2014

	<u>Balance July 1, 2013</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2014</u>
Net Payroll Account	\$ 83,791	\$ 11,999,617	\$ (12,004,890)	\$ 78,518
Payroll Agency Account	<u>259,519</u>	<u>10,829,800</u>	<u>(10,543,932)</u>	<u>545,387</u>
Total	<u>\$ 343,310</u>	<u>\$ 22,829,417</u>	<u>\$ (22,548,822)</u>	<u>\$ 623,905</u>

Long-Term Debt

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KEANSBURG SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
June 30, 2014

Issue	Date of Issue	Amount of Issue	<u>Annual Maturities</u>		Interest Rate	Balance	Issued	Retired	Balance
			Date	Amount		July 1, 2013			June 30, 2014
Series 2001 - School Refunding Bonds	10/15/2001	\$ 10,425,000	01/15/14	\$ 865,000	4.250%	\$ 865,000	\$ -	\$ 865,000	\$ -
						<u>\$ 865,000</u>	<u>\$ -</u>	<u>\$ 865,000</u>	<u>\$ -</u>

KEANSBURG SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES AND NOTES PAYABLE
For the Fiscal Year Ended June 30, 2014

Purpose	Date of Lease	Term of Lease	Amount of Original Issue	Balance July 1, 2013	Issued Current Year	Retired Current Year	Balance June 30, 2014
Savin Municipal Capital Copier Lease	5/2/2012	5 Years	\$ 360,796	\$ 295,625	\$ -	\$ 68,492	\$ 227,133
Savin PMRS Copier	3/29/2013	5 Years	20,704	20,114	-	3,674	16,440
Apple MacBook Lease	2/21/2012	3 Years	501,160	247,776	-	122,505	125,271
Apple Lease	7/15/2012	3 Years	507,373	376,265	-	122,642	253,623
Savin Postscript Options	7/28/2013	4 Years	27,600	-	27,600	6,310	21,290
Municipal Capital Additional Copiers	10/28/2013	5 Years	44,147	-	44,147	5,819	38,328
Apple MacBook Lease	3/25/2014	3 Years	936,335	-	936,335	-	936,335
Atlantic Printers	6/28/2014	5 Years	106,510	-	106,510	1,567	104,943
				<u>\$ 939,780</u>	<u>\$ 1,114,592</u>	<u>\$ 331,009</u>	<u>\$ 1,723,363</u>

KEANSBURG SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
For the Fiscal Year Ended June 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources					
Local Tax Levy	\$ 401,666	\$ -	\$ 401,666	\$ 401,666	\$ -
State Sources					
Debt Service Aid Type II	500,097	-	500,097	500,097	-
Total Revenues	901,763	-	901,763	901,763	-
EXPENDITURES					
Regular Debt Service					
Interest	36,763	-	36,763	36,763	-
Redemption of Principal	865,000	-	865,000	865,000	-
Total Expenditures	901,763	-	901,763	901,763	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -
Recapitulation of Revenue Under Expenditures:					
Budgeted Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -

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Statistical Section- Unaudited

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Financial Trends

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KEANSBURG SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-1

	2014	2013	2012	2011	2010	2009	2008	2007
Governmental Activities								
Invested in Capital Assets, net of related debt	\$ 10,153,795	\$ 8,077,516	\$ 6,058,176	\$ 4,784,327	\$ 4,116,440	\$ 3,719,344	\$ 3,174,539	\$ 2,365,281
Restricted	3,923,907	6,155,752	7,781,916	4,991,990	2,474,284	2,289,605	1,839,535	4,433,569
Unrestricted	<u>910,182</u>	<u>(1,220,685)</u>	<u>(288,180)</u>	<u>699,604</u>	<u>660,641</u>	<u>84,773</u>	<u>2,057,913</u>	<u>(241,410)</u>
Total Governmental Activities	<u>\$ 14,987,884</u>	<u>\$ 13,012,583</u>	<u>\$ 13,551,912</u>	<u>\$ 10,475,921</u>	<u>\$ 7,251,365</u>	<u>\$ 6,093,722</u>	<u>\$ 7,071,987</u>	<u>\$ 6,557,440</u>
Business-Type Activities								
Invested in Capital Assets, net of related debt	\$ 97,303	\$ 133,942	\$ 87,124	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	<u>(336,535)</u>	<u>(329,523)</u>	<u>(315,112)</u>	<u>(104,408)</u>	<u>31,454</u>	<u>67,997</u>	<u>47,822</u>	<u>65,505</u>
Total Business-Type Activities	<u>\$ (239,232)</u>	<u>\$ (195,581)</u>	<u>\$ (227,988)</u>	<u>\$ (104,408)</u>	<u>\$ 31,454</u>	<u>\$ 67,997</u>	<u>\$ 47,822</u>	<u>\$ 65,505</u>
District-Wide Activities								
Invested in Capital Assets, net of related debt	\$ 10,251,098	\$ 8,211,458	\$ 6,145,300	\$ 4,784,327	\$ 4,116,440	\$ 3,719,344	\$ 3,174,539	\$ 2,365,281
Restricted	3,923,907	6,155,752	7,781,916	4,991,990	2,474,284	2,289,605	1,839,535	4,433,569
Unrestricted	<u>573,647</u>	<u>(1,550,208)</u>	<u>(603,292)</u>	<u>595,196</u>	<u>692,095</u>	<u>152,770</u>	<u>2,105,735</u>	<u>(175,905)</u>
Total District-Wide Net Assets	<u>\$ 14,748,652</u>	<u>\$ 12,817,002</u>	<u>\$ 13,323,924</u>	<u>\$ 10,371,513</u>	<u>\$ 7,282,819</u>	<u>\$ 6,161,719</u>	<u>\$ 7,119,809</u>	<u>\$ 6,622,945</u>

Source: District Records

KEANSBURG SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-2

	2014	2013	2012	2011	2010	2009	2008	2007
Expenses								
Governmental Activities								
Instruction:								
Regular	\$ 13,989,259	\$ 14,755,639	\$ 14,827,373	\$ 14,014,543	\$ 16,219,154	\$ 14,877,102	\$ 15,443,962	\$ 15,468,557
Special Education	5,606,168	5,900,904	6,161,470	5,851,117	6,050,083	5,616,694	4,241,621	4,292,647
Other Instruction	3,822,604	3,520,822	3,632,370	3,391,348	3,271,008	-	-	3,812,752
School-Sponsored/Other Instructional	-	-	-	-	-	2,961,710	3,247,767	-
Support Services:								
Tuition	2,350,691	2,830,436	2,776,661	2,747,958	2,587,266	2,358,749	3,608,118	3,234,255
Student and Instruction Related Services	6,735,241	6,492,933	5,695,645	4,850,056	6,587,572	7,725,115	7,345,360	7,698,465
General Administrative Services	706,344	742,654	660,671	694,793	781,386	658,427	807,987	733,842
School Administrative Services	1,334,645	1,270,867	1,378,043	1,496,058	1,162,403	1,128,848	2,270,463	1,501,300
Plant Operation and Maintenance	3,634,172	4,071,681	2,939,057	2,919,370	2,327,790	2,721,289	2,849,833	2,833,445
Pupil Transportation	1,296,582	1,490,025	1,174,591	999,079	1,389,447	1,458,312	1,658,811	1,762,535
Business and Other Support Services	633,318	710,197	775,456	838,566	1,350,623	758,914	-	776,428
Interest on Long-Term Debt	20,535	56,217	92,182	125,817	160,945	196,235	231,648	266,708
Unallocated Depreciation	786,900	499,824	494,258	475,800	474,745	474,220	472,357	504,743
Other Capital Outlay	-	84,135	-	-	-	-	-	-
Total Governmental Activities	40,916,459	42,426,334	40,607,777	38,404,505	42,362,422	40,935,615	42,177,927	42,885,677
Business-Type Activities								
Food Service	1,123,229	935,498	1,021,165	991,251	1,128,573	1,080,152	946,581	957,396
Total Business-Type Activities	1,123,229	935,498	1,021,165	991,251	1,128,573	1,080,152	946,581	957,396
Total District-Wide Expenses	\$ 42,039,688	\$ 43,361,832	\$ 41,628,942	\$ 39,395,756	\$ 43,490,995	\$ 42,015,767	\$ 43,124,508	\$ 43,843,073
Program Revenues								
Governmental Activities								
Operating Grants and Contributions	\$ 5,547,373	\$ 5,468,879	\$ 4,885,775	\$ 4,795,586	\$ 6,372,429	\$ 5,504,799	\$ 5,229,353	\$ 6,439,867
Total Governmental Activities	5,547,373	5,468,879	4,885,775	4,795,586	6,372,429	5,504,799	5,229,353	6,439,867
Business-Type Activities								
Charges for Services:								
Food Service	218,938	160,364	191,375	197,230	283,936	276,743	281,271	332,748
Operating Grants and Contributions	703,168	807,535	706,206	663,005	732,979	687,543	646,169	619,758
Total Business-Type Activities	922,106	967,899	897,581	860,235	1,016,915	964,286	927,440	952,506
Total District-Wide Program Revenues	\$ 6,469,479	\$ 6,436,778	\$ 5,783,356	\$ 5,655,821	\$ 7,389,344	\$ 6,469,085	\$ 6,156,793	\$ 7,392,373
Net (Expenses)/Revenues								
Governmental Activities	\$ (35,369,086)	\$ (36,957,455)	\$ (35,722,002)	\$ (33,608,919)	\$ (35,989,993)	\$ (35,430,816)	\$ (36,948,574)	\$ (36,445,810)
Business-Type Activities	(201,123)	32,401	(123,584)	(131,016)	(111,658)	(115,866)	(19,141)	(4,890)
Total District-Wide Net (Expenses)/Revenues	\$ (35,570,209)	\$ (36,925,054)	\$ (35,845,586)	\$ (33,739,935)	\$ (36,101,651)	\$ (35,546,682)	\$ (36,967,715)	\$ (36,450,700)
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Property Taxes Levied for General Purposes, net	\$ 4,290,139	\$ 4,472,122	\$ 4,384,433	\$ 4,352,386	\$ 4,286,910	\$ 4,241,088	\$ 4,077,969	\$ 3,921,124
Taxes Levied for Debt Service	401,666	417,558	430,654	450,609	369,120	379,616	395,460	398,801
Unrestricted Grants and Contributions	32,768,467	30,724,747	33,222,155	31,283,072	32,301,985	30,545,264	32,750,056	31,944,223
Tuition received	125,626	40,093	-	-	-	-	-	-
Investment Earnings	35	1,090	1,161	1,961	3,375	35,919	-	294,024
Miscellaneous Income	322,304	228,075	400,110	447,450	(1,652)	333,523	239,366	78,514
Gain (Loss) on Revaluation and Disposal of Long-term Assets	(406,379)	638,849	-	-	-	-	-	-
Recovery on Disposal of Fixed Assets	-	-	(3,219)	297,997	-	-	-	-
Total Governmental Activities	37,501,858	36,522,534	38,435,294	36,833,475	36,959,738	35,535,410	37,462,851	36,636,686
Business-Type Activities:								
Miscellaneous Income (Expense)	-	-	-	(1,120)	21,185	-	-	-
Investment Earnings	1	6	4	37	246	-	1,458	1,462
Total Business-Type Activities	1	6	4	(1,083)	21,431	-	1,458	1,462
Total District-Wide General Revenues and Other Changes in Net Assets	\$ 37,501,859	\$ 36,522,540	\$ 38,435,298	\$ 36,832,392	\$ 36,981,169	\$ 35,535,410	\$ 37,464,309	\$ 36,638,148

Source: District Records

KEANSBURG SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-3

	2014	2013	2012	2011	2010	2009	2008	2007
General Fund								
Reserved	\$ 6,019,554	\$ 6,155,752	\$ 8,938,216	\$ 6,916,612	\$ 2,404,733	\$ 1,810,050	\$ 1,839,535	\$ 3,915,434
Unreserved	<u>(920,995)</u>	<u>(766,508)</u>	<u>(819,722)</u>	<u>(756,536)</u>	<u>1,215,774</u>	<u>1,506,397</u>	<u>2,494,977</u>	<u>813,766</u>
Total General Fund	<u>\$ 5,098,559</u>	<u>\$ 5,389,244</u>	<u>\$ 8,118,494</u>	<u>\$ 6,160,076</u>	<u>\$ 3,620,507</u>	<u>\$ 3,316,447</u>	<u>\$ 4,334,512</u>	<u>\$ 4,729,200</u>
All Other Governmental Funds								
Reserved	\$ -	\$ -	\$ -	\$ -	\$ 69,551	\$ -	\$ -	\$ -
Unreserved, reported in:								
Special Revenue Fund	-	-	-	-	-	-	-	-
Debt Service Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 69,551</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Source: District Records

KEANSBURG SCHOOL DISTRICT
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-4

	2014	2013	2012	2011	2010	2009	2008	2007
Revenues ^①								
Local Tax Levy	\$ 4,691,805	\$ 4,889,680	\$ 4,384,433	\$ 4,352,386	\$ 4,286,910	\$ 4,241,088	\$ 4,473,429	\$ 4,319,925
Other Local Revenue	447,965	269,258	370,688	315,893	1,723	369,442	703,676	1,565,921
State Revenue	35,405,537	33,642,654	31,150,569	29,884,325	31,134,435	29,779,866	35,350,438	34,697,057
Federal Revenue	2,910,303	2,550,972	1,094,971	84,071	134,997	52,770	2,339,750	2,370,406
Total Revenue	43,455,610	41,352,564	37,000,661	34,636,675	35,558,065	34,443,166	42,867,293	42,953,309
Expenditures ^②								
Instruction:								
Regular	7,792,124	8,174,950	8,286,303	7,556,633	8,273,779	8,426,354	11,846,031	8,287,594
Special	3,971,932	4,234,916	4,299,689	4,126,280	4,311,870	4,090,480	3,094,869	3,130,874
Other	1,526,817	1,639,990	1,739,483	1,538,607	1,347,539	1,450,503	1,401,008	1,266,124
Total Instruction	13,290,873	14,049,856	14,325,475	13,221,520	13,933,188	13,967,337	16,341,908	12,684,592
Undistributed:								
Instruction	2,350,691	2,830,436	2,776,661	2,747,958	2,587,266	2,358,749	13,075,340	3,234,255
Support Services - Students	2,129,771	2,150,027	1,843,800	1,627,286	2,584,038	2,029,872	6,016,941	5,694,286
Support Services - Instructional Staff	790,182	876,449	737,396	662,351	22,697	769,679	1,401,008	-
Attendance and Social Work Services	176,945	132,684	99,843	76,164	250,152	494,165	491,067	-
Health Services	434,111	418,953	407,685	358,174	561,365	550,953	613,560	-
Improvement of Instruction Services	764,594	614,079	471,158	185,361	580,863	758,660	849,354	-
Educational Media Services/School Library	627,480	576,284	480,852	489,788	698,559	1,016,909	1,085,349	-
General Administration	611,635	666,530	605,965	606,357	676,846	573,346	703,377	627,731
School Administration	973,052	927,481	987,417	1,075,871	1,167,007	1,186,290	1,696,778	1,131,003
Operations and Maintenance	3,594,716	4,021,887	3,022,529	2,905,426	2,294,288	2,713,917	2,836,122	2,822,293
Student Transportation	1,296,582	1,490,025	1,173,766	983,010	1,389,447	1,439,908	1,641,243	1,762,535
Business and Other Support Services	488,516	544,485	591,348	623,944	1,113,934	553,058	-	572,695
Unallocated Benefits	4,589,951	5,038,843	4,773,491	4,807,725	5,374,272	4,968,076	3,705,118	7,095,926
Transfer to Cover Deficit (Enterprise Fund)	157,471	104,408	-	-	-	-	-	-
On-behalf TPAF Pension Contribution	1,821,674	1,260,490	1,750,895	1,260,490	1,255,928	1,204,402	2,153,036	-
Reimbursed TPAF Social Security Contributions	1,158,592	1,268,608	1,212,334	1,200,410	1,408,630	1,401,412	1,326,518	-
Total Undistributed	21,965,963	22,921,669	20,935,140	19,610,315	21,965,292	22,019,396	37,594,811	22,940,724
Capital Outlay:								
Equipment	976,466	676,499	584,752	18,912	4,100	38,289	35,572	-
Facilities Acquisition and Construction Services	-	-	-	-	-	-	214,427	26,231
Assets Acquired Under Capital Leases (Non-Budgeted)	1,114,592	1,261,933	-	-	-	-	-	-
Total Capital Outlay	2,091,058	1,938,432	584,752	18,912	4,100	38,289	249,999	26,231
Total General Fund Expenditures	37,347,894	38,909,957	35,845,367	32,850,747	35,902,580	36,025,022	54,186,718	35,651,547
Special Revenue:								
Federal	2,564,066	2,049,509	2,780,225	3,203,239	3,739,639	2,140,454	2,234,903	2,289,842
State	3,480,206	3,419,368	2,105,550	2,345,988	3,301,077	3,342,513	2,705,229	2,956,642
Other	35,298	26,494	30,583	133,518	33,942	21,832	476,382	1,193,383
Total Special Revenue Expenditures	6,079,570	5,495,371	4,916,358	5,682,745	7,074,658	5,504,799	5,416,514	6,439,867
Debt Service Expenditures	901,763	937,444	966,844	1,011,644	1,062,044	1,092,244	1,137,839	1,147,444
Total Governmental Fund Expenditures	\$ 44,329,227	\$ 45,342,772	\$ 41,728,569	\$ 39,545,136	\$ 44,039,282	\$ 42,622,065	\$ 60,741,071	\$ 43,238,858

^① Note: Excludes Capital Projects Fund as these revenues vary substantially from year to year. The financial data presented would not be as meaningful for comparative purposes if these were included.

^① Source: District Record (GAAP Basis)

^② Source: District Records

KEANSBURG SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST EIGHT FISCAL YEARS
UNAUDITED

Description	2014	2013	2012	2011	2010	2009	2008	2007
Interest on Investments	\$ 35	\$ 1,090	\$ 1,161	\$ 1,961	\$ 3,375	\$ 35,919	\$ 186,928	\$ 294,024
Tuition	125,626	40,093	-	-	-	28,000	-	21,527
Prior Year Refunds	-	-	-	32,875	40,239	-	8,581	23,883
Miscellaneous	287,006	201,581	369,527	281,057	(41,892)	305,523	31,783	12,430
Total	<u>\$ 412,667</u>	<u>\$ 242,764</u>	<u>\$ 370,688</u>	<u>\$ 315,893</u>	<u>\$ 1,722</u>	<u>\$ 369,442</u>	<u>\$ 227,292</u>	<u>\$ 351,864</u>

Source: District Records

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Revenue Capacity

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KEANSBURG SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS
 UNAUDITED

<u>Year Ended December 31,</u>	<u>Net Assessed Valuations Taxable</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuation</u>
2004	\$ 274,127,870	\$ 551,697,480	49.69%
2005	276,085,830	606,375,466	45.53%
2006	277,260,283	720,985,142	38.46%
2007	277,260,283	788,948,982	35.14%
2008	272,345,621	825,331,061	33.00%
2009	774,755,975	784,087,899	98.81%
2010	520,992,021	681,658,804	76.43%
2011	520,651,600	639,228,484	81.45%
2012	516,416,913	582,947,808	88.59%
2013	485,659,140	536,240,248	90.57%

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

Source: Abstract of Ratables, County Board of Taxation

KEANSBURG SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
PER \$100 OF ASSESSED VALUATION
LAST TEN CALENDAR YEARS
UNAUDITED

Assessment Year	Keansburg School District	Borough of Keansburg	Monmouth County	Total
2004	1.58	2.10	0.59	4.27
2005	1.57	2.41	0.62	4.60
2006	1.56	2.53	0.66	4.75
2007	0.58	0.93	0.25	1.76
2008	0.58	1.08	0.26	1.92
2009	0.58	1.10	0.25	1.93
2010	0.92	1.95	0.37	3.24
2011	0.92	1.95	0.37	3.24
2012	0.94	2.01	0.36	3.31
2013	0.99	2.05	0.34	3.38

Note: N.J.S.A. 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 pre-budgeted year net budget by more than the spending growth limitation calculated as follows: the pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

Source: Monmouth County Board of Taxation - Tax Rate Archive

KEANSBURG SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2014		2005	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
TRC Real Estate Partnership	\$ 11,261,900	2.16%	\$ 4,046,800	1.49%
Jersey Shore Beach and Boardwalk Co.	7,939,600	1.52%	3,531,700	1.30%
Beachview Realty, LLC	4,747,700	0.91%	4,469,400	1.65%
Keansburg Plaza	2,347,900	0.45%	-	0.00%
Creek Point, LLC	2,250,000	0.43%	1,343,700	0.50%
Eugene & Barbara Schwartz	1,814,600	0.35%	1,075,500	0.40%
Lenox Beachway, LLC	1,950,000	0.37%	-	0.00%
Tomar, Inc	1,864,900	0.36%	981,500	0.36%
O'Dwyer Holdings, LLC	1,346,000	0.26%	-	0.00%
The Three Little Bears, LLC	1,300,700	0.25%	817,400	0.30%
Carl Bachstadt	-	0.00%	825,800	0.30%
Beachview Gardens	-	0.00%	989,800	0.37%
AIRA Associates	-	0.00%	845,900	0.31%
Total Net Taxable Value	<u>\$ 36,823,300</u>	<u>7.07%</u>	<u>\$ 18,927,500</u>	<u>6.99%</u>

Source: Municipal Tax Assessor

KEANSBURG SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN CALENDAR YEARS
UNAUDITED

<u>Year Ended December 31,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2004	\$ 12,673,497	\$ 11,710,311	92.40%
2005	12,673,497	12,546,889	99.00%
2006	13,671,805	13,655,399	99.88%
2007	13,671,805	13,543,974	99.07%
2008	14,818,699	14,786,098	99.78%
2009	15,297,259	14,608,882	95.50%
2010	16,885,622	15,988,592	94.69%
2011	16,886,524	16,031,870	94.94%
2012	17,091,389	16,238,375	95.01%
2013	16,448,368	15,628,330	95.01%

Source: Municipal Tax Collector

Debt Capacity

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KEANSBURG SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage ① of Personal Income	① Per Capita
	② General Obligation Bonds	Capital Leases			
2005	\$ 7,825,000	\$ 43,530	\$ 7,868,530	1.45%	732
2006	6,980,000	31,516	7,011,516	1.29%	591
2007	6,115,000	47,047	6,162,047	1.06%	578
2008	5,225,000	30,209	5,255,209	0.85%	497
2009	4,345,000	13,206	4,358,206	0.70%	413
2010	3,460,000	2,235	3,462,235	0.58%	329
2011	2,590,000	203,627	2,793,627	0.48%	276
2012	1,730,000	112,109	1,842,109	0.31%	182
2013	865,000	939,780	1,804,780	0.29%	180
2014	-	1,723,363	1,723,363	0.28%	172

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

① See Exhibit N.J. J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

② Includes Early Retirement Incentive Plan (ERIP) refunding

KEANSBURG SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

<u>Fiscal Year Ended June 30,</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt To Assessed Value</u>	<u>Per Capita</u>
2005	\$ 7,825,000	2.83%	723
2006	6,980,000	2.52%	649
2007	6,115,000	1.00%	574
2008	5,225,000	0.86%	494
2009	4,345,000	0.74%	412
2010	3,460,000	0.59%	328
2011	2,590,000	0.44%	256
2012	1,730,000	0.30%	171
2013	865,000	0.15%	86
2014	-	0.00%	0

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

Source: Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation. School District population data was provided by the U.S. Bureau of the Census, Population Division.

KEANSBURG SCHOOL DISTRICT
DIRECT AND OVERLAPPING BONDED GOVERNMENTAL ACTIVITIES DEBT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
UNAUDITED

Net Direct Debt of School District as of June 30, 2014	\$ 1,723,363
Net Overlapping Debt of School District:	
Municipal/County of Monmouth-Keansburg's Share (4%)	467,724
Water & Sewer Utility-Keansburg's Share (4%)	<u>313,011</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2014	<u><u>\$ 2,504,098</u></u>

Note: Overlapping governments are those that coincide, at least in part, with 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 Keansburg. 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.

Source: Municipal Tax Collector

KEANSBURG SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
LEGAL DEBT MARGIN INFORMATION
UNAUDITED

Year	Equalized Valuation Basis
2011	\$ 639,228,484
2012	582,947,808
2013	<u>536,240,248</u>
	<u>\$ 1,758,416,540</u>
Average equalized valuation of taxable property	<u>\$ 586,138,847</u>
School Borrowing Margin - 4% of	\$ 23,445,554
Net Bonded School Debt as of June 30, 2014	<u>467,724</u>
School Borrowing Margin Available	<u>\$ 22,977,830</u>

Source: Borough of Keansburg Supplemental Debt Statement for the Year Ended December 31, 2013.

	2013	2012	2011	2010	2009	2008	2007
School Borrowing Margin	\$ 22,977,830	\$ 28,066,336	\$ 30,547,704	\$ 31,978,239	\$ 31,978,239	\$ 31,136,869	\$ 24,417,517
Net Bonded School Debt as of June 30,	<u>865,000</u>	<u>1,730,000</u>	<u>2,590,000</u>	<u>3,460,000</u>	<u>4,345,000</u>	<u>5,225,000</u>	<u>6,115,000</u>
School Borrowing Margin Available	<u>\$ 22,112,830</u>	<u>\$ 26,336,336</u>	<u>\$ 27,957,704</u>	<u>\$ 28,518,239</u>	<u>\$ 27,633,239</u>	<u>\$ 25,911,869</u>	<u>\$ 18,302,517</u>

Demographic and Economic Information

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KEANSBURG SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS
UNAUDITED

<u>Year Ended December 31,</u>	<u>Unemployment Rate</u>	<u>① Total Per Capita Income</u>	<u>Population</u>	<u>Personal Income</u>
2004	9.4%	\$ 48,528	10,822	\$ 525,170,016
2005	7.3%	50,501	10,748	542,784,748
2006	7.6%	54,698	10,660	583,080,680
2007	6.9%	58,370	10,567	616,795,790
2008	8.9%	59,079	10,543	622,869,897
2009	14.2%	56,827	10,536	598,729,272
2010	14.4%	57,251	10,114	579,036,614
2011	14.5%	59,669	10,116	603,611,604
2012	15.1%	61,426	10,013	615,058,538
2013	10.0%	② 61,426	10,014	615,119,964

① County Information

② 2013 Information not available on DOE website, 2012 information used

Source: State Department of Education

KEANSBURG SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR
UNAUDITED

Employer	Employees	Rank
Aramark Facility Services	34	7
Bayside Manor	135	3
Church Street Corporation	8	10
Jersey Shore Beach and Boardwalk Co.	146	2
Keansburg Borough	91	5
Keansburg Pharmacy	35	6
Keansburg School District	407	1
Laurel Bay Rehabilitation	113	4
Unites Postal Service	24	8
Wells Fargo	14	9
Total	1,007	

Operating Information

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KEANSBURG SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-16

Function/Program	2014	2013	2012	2011	2010	2009	2008	2007
Instruction:								
Regular	161	163	155	141	151	214	196	213
Special Education	91	93	87	116	126	80	79	46
Other Special Education	-	-	-	-	-	-	5	25
School-Sponsored/Other Instructional	15	13	15	3	14	10	15	37
Support Services:								
Student and Instruction Related Services	48	50	50	50	81	85	85	22
School Administrative Services	13	16	14	18	20	16	20	36
General Administration	3	3	3	3	4	4	8	12
Central Services	5	6	6	8	9	9	9	13
Administrative Information Technology	1	1	1	1	1	1	1	10
Other Support Services	5	5	8	3	3	2	8	9
Total	<u>342</u>	<u>350</u>	<u>339</u>	<u>343</u>	<u>409</u>	<u>421</u>	<u>426</u>	<u>423</u>

Source: District Personnel Records

KEANSBURG SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Fiscal Year Ended June 30,</u>	<u>Enrollment</u>	<u>Operating Expenditures</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Average Daily Enrollment</u>	<u>Average Daily Attendance</u>	<u>% Change in Average Daily Enrollment</u>	<u>Attendance %</u>
2005	1,957	\$ 39,026,641	\$ 19,942	16.3%	414	1,957	1,812	-5.2%	92.6%
2006	1,938	37,626,053	19,415	-2.6%	414	1,938	1,783	-0.9%	92.0%
2007	2,095	42,743,997	20,403	5.1%	427	2,095	1,732	-2.9%	82.7%
2008	2,043	36,443,806	17,838	-12.6%	376	1,829	1,698	-2.0%	92.8%
2009	2,071	36,025,023	17,395	-2.5%	421	1,838	1,712	0.8%	93.1%
2010	1,780	35,902,580	20,170	16.0%	409	1,729	1,613	-5.8%	93.3%
2011	1,725	32,533,818	18,860	-6.5%	343	1,681	1,529	-5.2%	91.0%
2012	1,613	35,260,615	21,860	15.9%	339	1,638	1,489	-2.6%	90.9%
2013	1,659	36,971,525	22,285	1.9%	350	1,680	1,539	3.4%	91.6%
2014	1,545	34,985,423	22,644	1.6%	342	1,602	1,444	-6.2%	90.2%

Source: District Records

KEANSBURG SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST EIGHT FISCAL YEARS
UNAUDITED

Exhibit J-18

	2014	2013	2012	2011	2010	2009	2008	2007
District Building								
Elementary								
Square Feet	117,805	117,805	117,805	117,805	117,805	117,805	117,805	117,805
Capacity (students)	881	881	881	881	881	881	881	881
Enrollment	752	874	836	843	871	1,046	904	1,008
Middle School								
Square Feet	100,808	100,808	100,808	100,808	100,808	100,808	100,808	100,808
Capacity (students)	648	648	648	648	648	648	648	648
Enrollment	414	437	430	454	455	484	477	517
High School								
Square Feet	100,040	100,040	100,040	100,040	100,040	100,040	100,040	100,040
Capacity (students)	576	576	576	576	576	576	576	576
Enrollment	379	389	396	428	454	541	482	570

Number of Schools at June 30, 2014
 Elementary = 2
 Middle School = 1
 High School = 1

Source: District Facilities Office

KEANSBURG SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE EXPENDITURES BY SCHOOL FACILITIES
For the Fiscal Years Ended June 30, 2014 through June 30, 2006
UNAUDITED

School Facilities	2014	2013	2012	2011	2010	2009	2008	2007	2006
Keansburg High School	\$ 433,784	\$ 1,197,749	\$ 695,986	\$ 549,862	\$ 321,990	\$ 325,567	\$ 215,437	\$ 231,309	\$ 227,784
Joseph C. Caruso Elementary School	147,125	107,299	100,284	76,736	117,002	132,031	187,170	200,960	184,778
Port Monmouth Road Elementary School	274,037	212,081	216,733	193,067	142,872	201,817	300,634	322,783	248,521
Joseph R. Bolger Middle School	439,493	510,446	412,860	199,185	285,303	285,999	290,120	311,494	325,194
Total	<u>\$ 1,294,439</u>	<u>\$ 2,027,575</u>	<u>\$ 1,425,863</u>	<u>\$ 1,018,850</u>	<u>\$ 867,167</u>	<u>\$ 945,414</u>	<u>\$ 993,361</u>	<u>\$ 1,066,546</u>	<u>\$ 986,277</u>

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

Source: District Records

KEANSBURG SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2014
UNAUDITED

	Coverage Limits	Deductible
Article I - Property (NJSBAIG)		
Blanket Real and Personal Property (Per Occurrence)	\$ 350,000,000	\$ -
Blanket Extra Expense	50,000,000	-
Blanket Valuable Papers and Records	10,000,000	-
Demolition and Increased Cost of Construction (Per Occurrence)	10,000,000	-
Loss of Rents	Not Covered	-
Loss of Business Income/Tuition	Not Covered	-
Builders' Risk	Not Covered	-
Fire Department Service Charge	10,000	-
Arson Reward	10,000	-
Pollutant Cleanup and Removal	250,000	-
Fine Arts	Not Covered	-
Sublimits: Flood Zones Prefix A and V (Per Occurrence/NJSBAIG Annual Aggregate)	10,000,000	-
Accounts Receivable	250,000	-
All Other Flood Zones (Per Occurrence/NJSBAIG Annual Aggregate)	50,000,000	-
Earthquake (Per Occurrence/NJSBAIG Annual Aggregate)	50,000,000	-
Terrorism (Per Occurrence/NJSBAIG Annual Aggregate)	1,000,000	-
Deductibles: Real and Personal (Per Occurrence)	-	5,000
Deductibles: Extra Expense (Per Occurrence)	-	5,000
Deductibles: Valuable Papers (Per Occurrence)	-	5,000
Flood Deductibles: Zones Prefix A and V (Per Building)	-	500,000
Flood Deductibles: Zones Prefix A and V (Per Building Contents)	-	500,000
Flood Deductibles: All Other Flood Zones (Per Member/Per Occurrence)	-	10,000
Article II - Electronic Data Processing (NJSBAIG)		
Blanket Hardware/Software (Per Occurrence)	2,250,000	-
Blanket Extra Expense	Included	-
Coverage Extensions: Transit	25,000	-
Coverage Extensions: Loss of Income	10,000	-
Coverage Extensions: Terrorism	Included in Property	-
Deductible (Per Occurrence)	-	1,000
Flood (Per Occurrence)	1,000,000	-
Flood Deductible: Zones A and V (Per Building Content)	-	500,000
Flood Deductible: All Other Flood Zones (Per Member/Per Occurrence)	-	10,000
Article III - Equipment Breakdown (NJSBAIG)		
Combined Single Limit per Accident for Property Damage and Business Income	100,000,000	-
Sublimits: Property Damage	Included	-
Sublimits: Off Premises Property Damage	100,000	-
Sublimits: Business Income	Included	-
Sublimits: Extra Expense	10,000,000	-
Sublimits: Service Interruption	10,000,000	-
Sublimits: Perishable Goods	500,000	-
Sublimits: Data Restoration	100,000	-
Sublimits: Contingent Business Income	100,000	-
Sublimits: Demolition	1,000,000	-
Sublimits: Ordinance or Law	1,000,000	-
Sublimits: Expediting Expenses	500,000	-
Sublimits: Hazardous Substances	500,000	-
Sublimits: Newly Acquired Locations (60 Days Notice)	250,000	-
Sublimits: Terrorism	Included	-
Deductibles (Per Accident for Property Damage)	-	5,000

KEANSBURG SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2014
UNAUDITED

Article IV - Crime (NJSBAIG)

Public Employee Dishonesty with Faithful Performance	250,000	1,000
Theft, Disappearance and Destruction - Loss of Money and Securities On or Off Premises	25,000	500
Theft, Disappearance and Destruction - Money Orders and Counterfeit Paper Currency	25,000	500
Forgery or Alteration	250,000	1,000
Computer Fraud	25,000	500
Public Officials Bond: Board Secretary	257,000	1,000

Article V - Comprehensive General Liability (NJSBAIG)

Bodily Injury and Property Damage (Combined Single Limit)	11,000,000	-
Bodily Injury from Products and Completed Operations (Annual Aggregate)	11,000,000	-
Sexual Abuse (Per Occurrence)	11,000,000	-
Sexual Abuse (Annual Pool Aggregate)	17,000,000	-
Personal Injury and Advertising Injury (Per Occurrence)	11,000,000	-
Personal Injury and Advertising Injury (Annual Aggregate)	11,000,000	-
Employee Benefits Liability (Per Occurrence/Annual Aggregate)	11,000,000	-
Employee Benefits Liability Deductible (Each Claim)	-	1,000
Premises Medical Payments (Per Accident)	10,000	-
Premises Medical Payments (Limit per Person)	5,000	-
Terrorism (Per Occurrence/Annual NJSBAIG Aggregate)	1,000,000	-

Article VI - Automobile (NJSBAIG)

Combined Single Limit for Bodily Injury and Property Damage (Per Accident)	11,000,000	-
Uninsured/Underinsured Motorists - Private Passenger Auto (Combined Single Limit)	1,000,000	-
Uninsured/Underinsured Motorists - All Other Vehicles (Bodily Injury per Person)	15,000	-
Uninsured/Underinsured Motorists - All Other Vehicles (Bodily Injury per Accident)	30,000	-
Uninsured/Underinsured Motorists - All Other Vehicles (Property Damage per Accident)	5,000	-
Personal Injury Protection (Including Pedestrians)	250,000	-
Medical Payments (Private Passenger Vehicles)	10,000	-
Medical Payments (All Other Vehicles)	5,000	-
Terrorism (Per Occurrence/Annual NJSBAIG Aggregate)	1,000,000	-
Physical Damage - Comprehensive Deductible	-	1,000
Physical Damage - Collision Deductible	-	1,000
Hired Car Physical Damage Deductible (\$75,000 Limit)	-	1,000
Replacement Cost	-	Not Covered

Errors and Omissions (NJSBAIG)

Coverage A (Each Policy Period)	11,000,000	5,000
Coverage B (Each Policy Period)	300,000	5,000
Coverage B (Each Claim)	100,000	5,000

Workmen's Compensation (NJSBAIG)

Estimated Professional and Clerical	16,877,595	-
Liability Limits: Bodily Injury by Accident (Each Accident)	2,000,000	-
Liability Limits: Bodily Injury by Disease (Each Employee)	2,000,000	-
Liability Limits: Bodily Injury by Disease (Aggregate Limit)	2,000,000	-

Single Audit Section

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COWAN, GUNTESKI & Co., P.A.

Certified Public Accountants and Consultants

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

Honorable President and Members
of the Board of Education
Keansburg School District
Keansburg, New Jersey
County of Monmouth

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of the Administration and Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the 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 Keansburg School District, in the County of Monmouth, State of New Jersey (the "District"), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 26, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

We noted certain matters that we have reported to management of the District in a separate *Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 26, 2014.

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 or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

We noted certain matters that we have reported to management of the District, in a separate *Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 26, 2014.

Purpose of this Report

The purpose of this report is intended solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Kevin P. Donovan, CPA
Licensed Public School Accountant
No. 20CS00224700
Cowan, Guteski & Co., P.A.

Toms River, New Jersey
November 26, 2014



COWAN, GUNTESKI & Co., P.A.

Certified Public Accountants and Consultants

Independent Auditors' Report on Compliance For
Each Major Program and on
Internal Control Over Compliance Required by
OMB Circular A-133 and New Jersey OMB Circular 04-04

Honorable President and Members
of the Board of Education
Keansburg School District
Keansburg, New Jersey
County of Monmouth

Report on Compliance for Each Major Federal and State Program

We have audited the compliance of the Board of Education of the Keansburg School District, County of Monmouth, State of New Jersey (the "District") with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2014. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. 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 Administration and Finance, Department of Education, State of New Jersey; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey's OMB 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 Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the 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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the District complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2014.

Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB Circular 04-04, 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 deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and New Jersey OMB Circular 04-04. Accordingly, this report is not suitable for any other purpose.



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Toms River, New Jersey
November 26, 2014

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2013
<u>General Fund</u>					
U.S. Department of Health and Human Services Passed-through State Department of Education: Special Education Medicaid Initiative	93.778	N/A	07/01/13-06/30/14	\$ 74,824	\$ -
FEMA - CDBG Grant	14.228	FURG-ESP1	07/1/13 - 06/30/14	271,413	-
Total General Fund					-
U.S. Department of Education					
Passed-through State Department of Education:					
No Child Left Behind Consolidated Grant					
Title I, Basic	84.010	NCLB240014	07/01/13-06/30/14	1,075,800	-
Title I, Basic	84.010	NCLB240013	09/01/12-08/31/13	1,138,621	(332,760)
Title II, Part A	84.168	NCLB240014	07/01/13-06/30/14	88,537	-
Title II, Part A	84.168	NCLB240013	09/01/12-08/31/13	86,909	(36,360)
Title II, Part A	84.168	NCLB240012	09/01/11-08/31/12	105,061	401
Title III	84.365	NCLB240014	07/01/13-06/30/14	14,677	-
Title III	84.365	NCLB240013	09/01/12-08/31/13	15,148	(3,281)
Title III	84.365	NCLB240012	09/01/11-08/31/12	11,867	(547)
IDEA Part B, Basic	84.027	IDEA240014	09/01/13-08/31/14	542,974	-
IDEA Part B, Basic	84.027	IDEA240013	09/01/12-08/31/13	587,511	(168,095)
IDEA Part B, Basic	84.027	IDEA240012	09/01/11-08/31/12	579,296	235
IDEA Part B, Preschool	84.173	IDEA240014	09/01/13-08/31/14	14,995	-
IDEA Part B, Preschool	84.173	IDEA240013	09/01/12-08/31/13	16,300	(16,300)
21st Century Community Learning Centers	84.287	CCLC240014	09/01/13-08/31/14	350,000	-
21st Century Community Learning Centers	84.287	CCLC240013	09/01/12-08/31/13	384,482	(84,146)
21st Century Community Learning Centers	84.287	CCLC240012	09/01/11-08/31/12	389,840	3,790
Project Serv	84.184S	84.184S	07/01/13-06/30/14	306,089	-
Learn and Serve America	94.004	11AMER328ALS	09/01/10-08/31/11	14,000	1,067
Total Special Revenue Fund					(635,996)
<u>Enterprise (Food Service) Fund:</u>					
U.S. Department of Agriculture					
Passed-through State Department of Education:					
Food Distribution Program	10.550	N/A	07/01/13-06/30/14	39,567	-
School Breakfast Program	10.553	N/A	07/01/13-06/30/14	178,005	-
School Breakfast Program	10.553	N/A	07/01/12-06/30/13	165,661	(13,652)
National School Lunch Program	10.555	N/A	07/01/13-06/30/14	456,047	-
National School Lunch Program	10.555	N/A	07/01/12-06/30/13	460,237	(31,090)
After School Snack Program	10.558	N/A	07/01/13-06/30/14	6,658	-
After School Snack Program	10.558	N/A	07/01/12-06/30/13	6,790	(151)
Summer Food Program	10.559	N/A	07/01/13-06/30/14	13,117	-
Total Enterprise (Food Service) Fund					(44,893)
Total Federal Financial Awards					\$ (680,889)

<u>Cash Received</u>	<u>Budgetary Expenditures</u>	<u>Repayments</u>	<u>Adjustments</u>	<u>(Accounts Receivable) at June 30, 2014</u>	<u>Deferred Revenue at June 30, 2014</u>	<u>Due to Grantor at June 30, 2014</u>
\$ 74,824	\$ (74,824)	\$ -	\$ -	\$ -	\$ -	\$ -
217,130	(271,413)	-	-	(54,283)	-	-
291,954	(346,237)	-	-	(54,283)	-	-
819,032	(983,429)	-	-	(164,397)	-	-
531,186	(198,426)	-	-	-	-	-
42,665	(71,725)	-	-	(29,060)	-	-
60,143	(23,783)	-	-	-	-	-
-	-	-	-	-	-	401
1,150	(4,157)	-	-	(3,007)	-	-
3,281	(11,867)	-	-	(11,867)	-	-
547	-	-	-	-	-	-
391,422	(542,974)	-	-	(151,552)	-	-
168,095	-	-	-	-	-	-
-	-	-	-	-	-	235
13,720	(14,995)	-	-	(1,275)	-	-
16,300	-	-	-	-	-	-
174,508	(253,816)	-	-	(79,308)	-	-
205,793	(121,647)	-	-	-	-	-
-	-	-	-	-	-	3,790
306,089	(306,089)	-	-	-	-	-
-	-	-	-	-	-	1,067
2,733,931	(2,532,908)	-	-	(440,466)	-	5,493
39,567	(39,567)	-	-	-	-	-
140,347	(178,005)	-	-	(37,658)	-	-
13,652	-	-	-	-	-	-
368,580	(456,047)	-	-	(87,467)	-	-
31,090	-	-	-	-	-	-
5,258	(6,658)	-	-	(1,400)	-	-
151	-	-	-	-	-	-
13,117	(13,117)	-	-	-	-	-
611,762	(693,394)	-	-	(126,525)	-	-
\$ 3,637,647	\$ (3,572,539)	\$ -	\$ -	\$ (621,274)	\$ -	\$ 5,493

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE PROGRAMS, SCHEDULE B
For the Fiscal Year Ended June 30, 2014

State Grantor/Pass - Through Grantor Program Title	Grant or State Project Number	Grant Period	Award Amount	(Accounts Receivable) at June 30, 2013	Deferred Revenue at June 30, 2013
<u>General Fund</u>					
Equalization Aid	14-495-034-5120-078	07/01/13-06/30/14	\$ 16,973,265	\$ -	\$ -
Equalization Aid	13-495-034-5120-078	07/01/12-06/30/13	16,562,864	(3,005,139)	-
Transportation Aid	14-495-034-5120-014	07/01/13-06/30/14	244,350	-	-
Special Education Aid	14-495-034-5120-089	07/01/13-06/30/14	901,656	-	-
Security Aid	14-495-034-5120-084	07/01/13-06/30/14	535,157	-	-
Adjustment Aid	14-495-034-5120-085	07/01/13-06/30/14	8,642,285	-	-
Extraordinary Aid	14-100-034-5120-473	07/01/13-06/30/14	153,923	-	-
Extraordinary Aid	13-100-034-5120-473	07/01/12-06/30/13	235,142	(235,142)	-
Reimbursed TPAF Social Security Aid	14-495-034-5095-002	07/01/13-06/30/14	1,158,592	-	-
Reimbursed TPAF Social Security Aid	13-495-034-5095-002	07/01/12-06/30/13	1,268,607	(61,479)	-
Reimbursed TPAF Post-Retirement Medical On-Behalf	13-495-034-5095-001	07/01/13-06/30/14	1,131,548	-	-
Reimbursed TPAF Pension On-Behalf	13-495-034-5095-006	07/01/13-06/30/14	690,126	-	-
Total General Fund				(3,301,760)	-
<u>Special Revenue Fund:</u>					
PreSchool Education Aid	14-495-034-5120-086	07/01/13-06/30/14	3,207,456	-	-
PreSchool Education Aid	13-495-034-5120-086	07/01/12-06/30/13	3,193,344	-	8,723
N.J. Department of Children and Families					
Family Friendly Center	FFCE24C	07/01/13-06/30/14	45,463	-	-
School Based Youth and Health Services	FFCE24E	07/01/13-06/30/14	263,976	-	-
School Based Youth and Health Services	FFCE24E	07/01/12-06/30/13	268,776	(2,298)	-
JJC Grant	JJ92508	7/1/13-6/30/14	9,230	-	-
JJC Grant	JJ92508	7/1/12-6/30/13	9,230	(8,147)	-
Anti-bully Grant	N/A	7/1/13 - 6/30/14	1,207	-	-
Total Special Revenue Fund				(10,445)	8,723
<u>Capital Projects Fund</u>					
N.J. Schools Development Authority:					
Emergent/Capital Maintenance Project Grant	2400-E01-02-0116-02	03/22/13-08/31/14	1,134,144	-	14,025
Total Capital Projects Fund				-	14,025
<u>Debt Service Fund:</u>					
Debt Service Aid Type II	13-495-034-5120-075	07/01/13-08/31/14	500,097	-	-
Total Debt Service Fund				-	-
<u>Enterprise (Food Service) Fund</u>					
National School Lunch Program (State Share)	14-100-010-3360-067	07/01/13-06/30/14	9,775	-	-
National School Lunch Program (State Share)	13-100-010-3360-067	07/01/12-06/30/13	10,454	(682)	-
Total Enterprise (Food Service) Fund				(682)	-
Total State Financial Assistance Awards				\$ (3,312,887)	\$ 8,723

Due to Grantor Revenue at June 30, 2013	Balance at June 30, 2013	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	(Accounts Receivable) at June 30, 2014	Deferred Revenue at June 30, 2014	Due to Grantor at June 30, 2014
\$ -	\$ -	\$ 16,973,265	\$ (16,973,265)	\$ -	\$ -	\$ -	\$ -	\$ -
-	(3,005,139)	3,005,139	-	-	-	-	-	-
-	-	244,350	(244,350)	-	-	-	-	-
-	-	901,656	(901,656)	-	-	-	-	-
-	-	535,157	(535,157)	-	-	-	-	-
-	-	5,602,919	(8,642,285)	-	-	(3,039,366)	-	-
-	-	-	(153,923)	-	-	(153,923)	-	-
-	(235,142)	235,142	-	-	-	-	-	-
-	-	1,099,524	(1,158,592)	-	-	(59,068)	-	-
-	(61,479)	61,479	-	-	-	-	-	-
-	-	1,131,548	(1,131,548)	-	-	-	-	-
-	-	690,126	(690,126)	-	-	-	-	-
-	(3,301,760)	30,480,305	(30,430,902)	-	-	(3,252,357)	-	-
-	-	3,207,456	(3,101,708)	-	-	-	105,748	-
-	8,723	-	-	-	-	-	8,723	-
-	-	45,463	(45,053)	-	-	-	-	410
-	-	263,978	(251,508)	-	-	-	-	12,470
-	(2,298)	2,298	-	-	-	-	-	-
-	-	1,020	(9,023)	-	-	(8,003)	-	-
-	(8,147)	8,147	-	-	-	-	-	-
-	-	1,207	(1,207)	-	-	-	-	-
-	(1,722)	3,529,569	(3,408,499)	-	-	(8,003)	114,471	12,880
-	14,025	891,817	(1,028,559)	-	-	(122,717)	-	-
-	14,025	891,817	(1,028,559)	-	-	(122,717)	-	-
-	-	500,097	(500,097)	-	-	-	-	-
-	-	500,097	(500,097)	-	-	-	-	-
-	-	7,899	(9,775)	-	-	(1,876)	-	-
-	(682)	682	-	-	-	-	-	-
-	(682)	8,581	(9,775)	-	-	(1,876)	-	-
\$ -	\$ (3,304,164)	\$ 34,518,552	\$ (35,377,832)	\$ -	\$ -	\$ (3,262,236)	\$ 114,471	\$ 12,880

KEANSBURG PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2014

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related 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 N.J.S.A. 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(1,730,041) for the general fund and \$105,220 for the special revenue fund. See Note 1, *Note to Required Supplementary Information*, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general fund and special revenue fund. Awards and financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as follows:

KEANSBURG PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2014

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Continued)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 346,237	\$ 30,396,675	\$ 30,742,912
Special Revenue Fund	2,564,066	3,480,206	6,044,272
Enterprise Fund	693,394	9,775	703,169
Capital Projects Fund	-	1,028,559	1,028,559
Debt Service Fund	-	500,097	500,097
	<u> </u>	<u> </u>	<u> </u>
Total Financial Assistance	<u>\$ 3,603,697</u>	<u>\$ 35,415,312</u>	<u>\$ 39,019,009</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. FEDERAL AND STATE LOANS OUTSTANDING

The Keansburg School District has no federal or state loans outstanding at June 30, 2014.

NOTE 6. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2014. 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, 2014.

NOTE 7. SCHOOL-WIDE PROGRAM FUNDS

School-wide program funds are not separate federal programs as defined in OMB Circular A-133; amounts used in the school-wide programs are included in the total expenditures of the program contributing the funds in the Schedule of Expenditures of Federal Awards. The following funds by program are included in school wide programs in the District:

<u>Program</u>	<u>Total</u>
Title I, Part A: Improving Basic Programs Operated by LEAs	\$ 1,181,855
Title II, Part A: Teacher and Principal Training and Recruiting	95,508
Title III, Part A: English Language Acquisition Grants	16,024
	<u> </u>
	<u>\$ 1,293,387</u>

KEANSBURG SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2014

I. Summary of Auditors' ResultsFinancial Statement Section

- | | |
|---|---------------|
| 1. Type of auditors' report issued: | UNMODIFIED |
| 2. Internal control over financial reporting | |
| a. Material Weakness(es) identified? | NO |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | NONE REPORTED |
| 3. Noncompliance material to the financial statements? | NO |

Federal Awards Section

- | | |
|---|---------------|
| 1. Dollar threshold used to determine Type A Programs: | \$300,000 |
| 2. Dollar threshold used to determine Type B Programs: | \$100,000 |
| 3. Auditee qualified as low-risk Auditee? | YES |
| 4. Type of auditors' report on compliance for major programs: | UNMODIFIED |
| 5. Internal Control over compliance: | |
| a. Material weakness(es) identified? | NO |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | NONE REPORTED |
| c. Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (section .510(a))? | NO |
| 6. Identification of major programs: | |

<u>CFDA Number</u>	<u>Program or Cluster Name</u>
84.287	21st Century Community Learning Centers
10.553, 10.555, 10.559	Child Nutrition Cluster
14.228	FEMA - CDBG Grant

KEANSBURG SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2014

I. Summary of Auditors' Results (continued)State Awards Section

- | | |
|--|---------------|
| 1. Dollar threshold used to determine Type A Programs: | \$1,061,335 |
| 2. Dollar threshold used to determine Type B Programs: | \$106,133 |
| 2. Auditee qualified as low-risk Auditee? | YES |
| 3. Type of auditors' report on compliance for major programs: | UNMODIFIED |
| 4. Internal Control over compliance: | |
| a. Material weakness(es) identified? | NO |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | NONE REPORTED |
| c. Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 04-04? | NO |
| 5. Identification of major programs: | |

State Grant/Project NumberName of State Program

495-034-5120-078

Equalization Aid

495-034-5120-089

Special Education Aid

495-034-5120-084

Security Aid

495-034-5120-085

Adjustment Aid

II. Schedule of Financial Statement Findings

NONE

III. Schedule of Federal and State Award Findings and Questioned Costs

NONE

KEANSBURG SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Fiscal Year Ended June 30, 2014

Status of Prior Year Findings

There were no prior year findings.