

SCHOOL DISTRICT
OF
COLLINGSWOOD



Collingswood Board of Education
Collingswood, New Jersey

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

**Comprehensive Annual
Financial Report**

of the

Collingswood Board of Education

Collingswood, New Jersey

For the Fiscal Year Ended June 30, 2010

**Prepared by
Collingswood Board of Education
Finance Department**

COLLINGSWOOD SCHOOL DISTRICT

INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	2
Organizational Chart	6
Roster of Officials	7
Consultants and Advisors	8

FINANCIAL SECTION

Independent Auditor's Report	10
K-1 Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	12
Required Supplementary Information - Part I Management's Discussion and Analysis	15
Basic Financial Statements	
A. District-wide Financial Statements:	
A-1 Statement of Net Assets	25
A-2 Statement of Activities	26
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	28
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	29
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	30
Proprietary Funds:	
B-4 Statement of Net Assets	31
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Assets	32
B-6 Statement of Cash Flows	33
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Assets	34
B-8 Statement of Changes in Fiduciary Net Assets	35
Notes to the Financial Statements	36

Required Supplementary Information - Part II

C. Budgetary Comparison Schedules

C-1	Budgetary Comparison Schedule - General Fund	56
C-1a	Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (if applicable)	N/A
C-1b	Budgetary Comparison Schedule - American Recovery & Reinvestment Act General Fund - Education Stabilization Funds	63
C-1ba	Budgetary Comparison Schedule - American Recovery & Reinvestment Act General Fund - Government Service Funds	64
C-2	Budgetary Comparison Schedule - Special Revenue Fund	65

Notes to the Required Supplementary Information

C-3	Budget-to-GAAP Reconciliation	66
-----	-------------------------------	----

Other Supplementary Information

D.	School Level Schedules :	N/A
----	--------------------------	-----

E. Special Revenue Fund:

E-1	Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis	69
E-2	Demonstrably Effective Program Aid Schedule of Expenditures - Budgetary Basis	N/A
E-3	Early Childhood Program Aid Schedule of Expenditures - Budgetary Basis	N/A
E-4	Distance Learning Network Aid Schedule of Expenditures - Budgetary Basis	N/A
E-5	Instructional Supplement Aid Schedule of Expenditures - Budgetary Basis	N/A

F. Capital Projects Fund:

F-1	Summary Statement of Project Expenditures	75
-----	---	----

G. Proprietary Fund:

Enterprise Fund:

G-1	Combining Statement of Net Assets	88
G-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	89
G-3	Combining Statement of Cash Flows	90

	Internal Service Fund:	N/A
--	------------------------	-----

H. Fiduciary Funds:

H-1	Combining Statement of Fiduciary Net Assets	92
H-2	Combining Statement of Changes in Fiduciary Net Assets	93
H-3	Student Activity Agency Fund Schedule of Receipts and Disbursements	94
H-4	Payroll Agency Fund Schedule of Receipts and Disbursements	95

	<u>Page</u>
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	97
I-2 Schedule of Obligations under Capital Leases	N/A
I-3 Budgetary Comparison Schedule - Debt Service Fund	98

STATISTICAL SECTION (Unaudited)

J-1 Net Assets by Component	100
J-2 Changes in Net Assets, Last Four Fiscal Years	101
J-3 Fund Balances, Governmental Funds, Last Four Fiscal Years	103
J-4 Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years	104
J-5 General Fund - Other Local Revenue by Source, Last Ten Fiscal Years	105
J-6 Assessed Value and Actual Value of Taxable Property, Last Ten Fiscal Years	106
J-7 Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years	107
J-8 Principal Property Tax Payers, Current Year and Nine Years Ago	108
J-9 Property Tax Levies and Collections, Last Ten Fiscal Years	109
J-10 Ratios of Outstanding Debt by Type, Last Ten Fiscal Years	110
J-11 Ratios of Net General Bonded Debt Outstanding, Last Ten Fiscal Years	111
J-12 Ratios of Overlapping Governmental Activities Debt, As of June 30, 2006	112
J-13 Legal Debt Margin Information, Last Ten Fiscal Years	113
J-14 Demographic and Economic Statistics	114
J-15 Principal Employers, Current Year & Nine Years Ago (information not available)	N/A
J-16 Full-time Equivalent District Employees by Function/Program, Last Ten Fiscal Years	115
J-17 Operating Statistics, Last Ten Fiscal Years	116
J-18 School Building Information, Last Ten Fiscal Years	117
J-19 Schedule of Required Maintenance, Last Six Fiscal Years	118
J-20 Insurance Schedule	119

SINGLE AUDIT SECTION

K-2 Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and New Jersey OMB Circular Letter 04-04	121
K-3 Schedule of Expenditures of Federal Awards, Schedule A	123
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	124
K-5 Notes to the Schedules of Awards and Financial Assistance	126
K-6 Schedule of Findings and Questioned Costs	128
K-7 Summary Schedule of Prior Audit Findings	132

Introductory Section



Collingswood Public Schools

It's Where You Want to Learn



200 LEES AVENUE, COLLINGSWOOD, NJ 08108

Telephone (856) 962-5700

Fax (856) 962-5723

SCOTT A. OSWALD, Ed.D.
Superintendent of Schools

BETH ANN COLEMAN
Business Administrator/Board Secretary

August 2010

Honorable President and Members of the Board of Education
Collingswood Public School District
County of Camden
Collingswood, New Jersey 08108

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a roster of officials and consultants. 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 as amended in 1996 and the U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments", and the State Treasury Circular Letter 98-07, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments".

Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws, regulations, findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES

Collingswood School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Collingswood Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PreK through 12. These include regular, vocational, English as a Second Language for limited English speakers and special education for disabled youngsters. The District completed the 2009-2010 fiscal year with an enrollment of 1906 students, which is 29 students less than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last five years.

Average Daily Enrollment
Fiscal Year

2

Student Enrollment

Percent Change

2005-06	1,891	(2.1%)
2006-07	1,878	(0.6%)
2007-08	1,911	2.0%
2008-09	1,935	1.3%
2009-2010	1,906	(1.4%)

2. ECONOMIC CONDITION AND OUTLOOK

The Borough of Collingswood continues to remain focused on its goal of maintaining existing ratables while examining ways to attract new ventures. Neighborhood redevelopment efforts continue to provide resources for community members to maintain their properties. The Borough uses the business improvement districts to provide funding for professional services to make the business districts a competitive environment. The program to convert multi-family dwellings back to sing-family homes continues to promote long-term family community commitment. The Haddon Avenue merchant area is thriving and includes a variety of dining and shopping opportunities. This area has become know throughout south Jersey and attracts nonresidents as well as residents to experience the restaurants and shopping opportunities. Most recently the Borough completed the development of the Peter Lumber site which includes both residential and commercial properties. The Borough is in the process of developing a "Transit Village" near the high speed line which will offer additional shopping opportunities. These efforts all suggest the preservation of a standard of living the community has come to expect. The Borough and school district launched Channel 19, a local TV station.

3. MAJOR INITIATIVES

The Collingswood Public School District will pursue the following initiatives during the 2010-2011 school year:

District:

The district has entered into a shared service agreement with the Oaklyn School District wherein Collingswood will take over the custodial/maintenance services. We have also entered into a shared service agreement with Bellmawr School District to provide their technology services. We have also partnered with the Haddon Township Schools for as-needed technology and maintenance support charged at an hourly rate. Collingswood continues to explore areas for sharing services in the area to limit our tax impact on the citizens.

High School:

- Continuation of the successful Freshmen Academy program, a transition program for incoming high school freshmen, combined with a financial literacy course offered as a hybrid online/teacher directed program
- Continuation of a Twilight Alternative School program
- Continuation of E.D. and M.D. vocationally-based special education programs
- Continuation of Measures of Academic Progress testing for all students in grades 9-10
- A Reading Across the Content Area implementation team
- Continue to reach out to our sending districts for shared professional development activities

Middle School:

- Continuation of Measures of Academic Progress testing for all students grade 6-8
- Implementation of a Reading Across the Content Area Team
- Continuation of E.D. and M.D. vocationally-based special education programs
- Expansion of mentoring program for middle school students in need of social-emotional support

Elementary Schools:

- Continuation of Magnet reading programs using Read 180 and System 44 for struggling readers
- Revamped I&RS/RTI process directed at supporting struggling learners with research-based interventions
- Expansion of the Netbook program
- Revised PEP, Media, and Technology Education programs grades K-5

Major Curriculum Incentives for 2010-2011

During the 2010-2011 school year, a number of new curriculum initiatives will be implemented in the Collingswood Public School District:

- Reader's/Writer's Workshop Initiative for students grades K-5.
- One-to-one net book initiative for all students in grades 4 and 5
- Digital classroom initiative, taking steps to ensure that every classroom is a digital classroom
- Introduction of Rosetta Stone at the middle school level
- Introduction of hybrid online Financial Literacy course at the high school
- Expansion of Read 180 program for below level readers
- Rubicon-Atlas Curriculum Mapping program for language arts and mathematics

4. INTERNAL ACCOUNTING CONTROLS

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

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

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

5. BUDGETARY CONTROLS

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

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

6. ACCOUNTING SYSTEM AND REPORTS

The District’s account records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in “Notes to the Financial Statements,” Note 1.

7. CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements,” Note 2. The District has adopted a cash management plan which 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. The law requires governmental units to deposit public funds only in public depositories located in New Jersey where the funds are secured in accordance with the Act.

8. RISK MANAGEMENT

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

9. OTHER INFORMATION

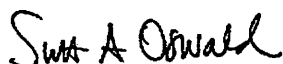
Independent Audit:

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Inverso & Stewart, CPAs, was selected by the Board’s finance committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 as amended in 1996 and the related OMB Circular A-133, the State Treasury Circular Letter 98-07. The auditor’s report on the general purpose financial statements and the combining and individual fund statements and schedules are included in the financial section of this report. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.

10. ACKNOWLEDGEMENTS

We would like to express our appreciation to everyone involved in the audit process. The audit was completed in a timely manner without inconveniences or interruptions to the regular operation of the business office. We value the efforts of our Finance Committee as they work with District administrators in the preparation of the budget and the hard work and dedication of the entire Board as they seek to provide fiscal accountability to the citizens and taxpayers of Collingswood.

Respectfully submitted,



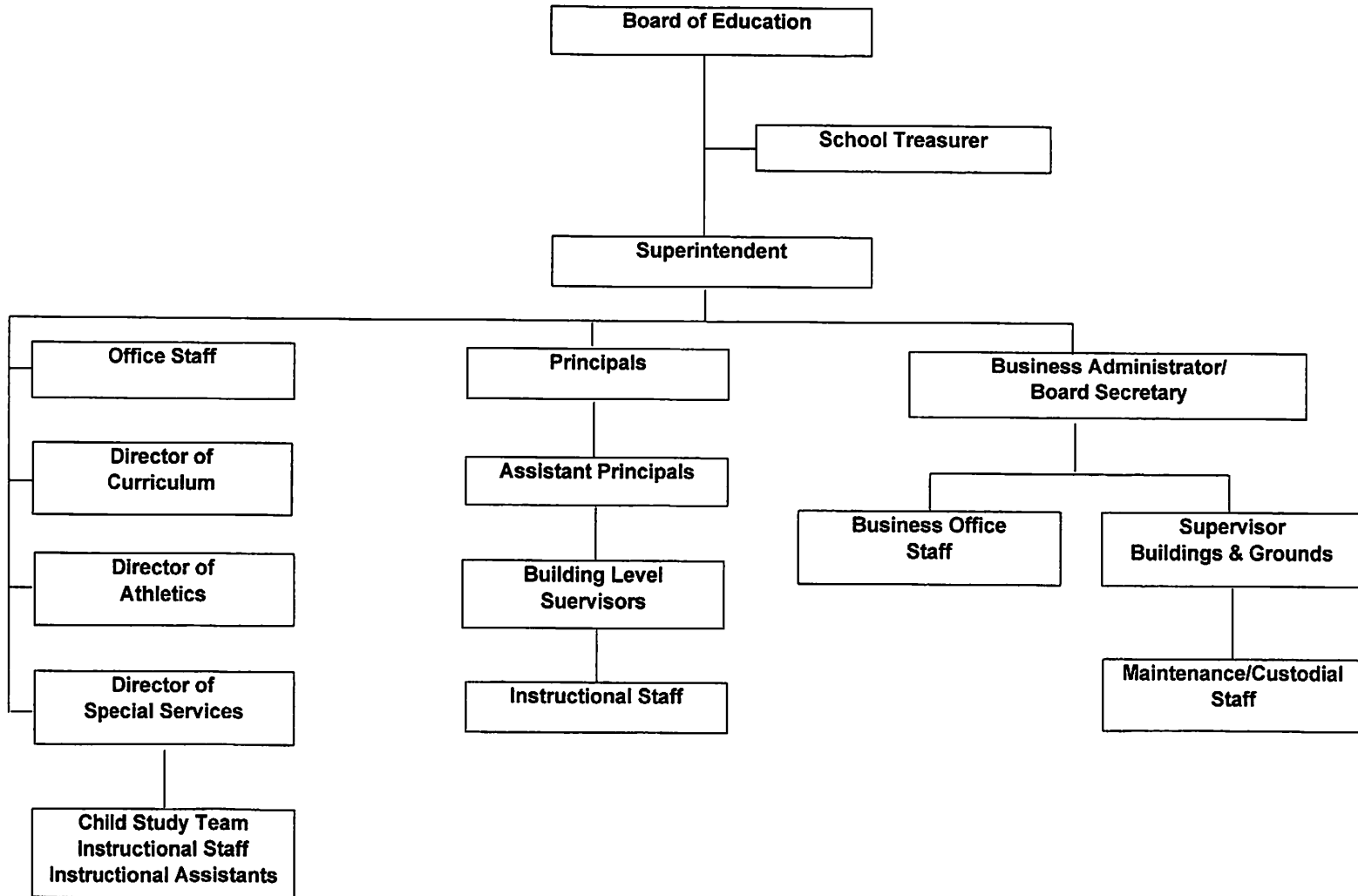
Scott A. Oswald
Superintendent of Schools



Beth Ann Coleman
Board Secretary/Business Administrator

COLLINGSWOOD BOARD OF EDUCATION

Organizational Chart



COLLINGSWOOD SCHOOL DISTRICT

Roster of Officials June 30, 2010

Members of the Board of Education:

Term Expires

Louis Cappelli, Sr., President	2011
Lisa Soulos, Vice President	2013
Louis Evangelista	2012
James Hatzell	2012
Gayle Reedy	2011
Stephen Rydzewski	2013
Joan Smith	2011
David Routzahn	2013
Kathleen McCarthy	2012

Members of the Board of Education - Sending Districts:

William Stauts, Oaklyn	2011
Heidemarie Wood, Woodlynne	2011

Other Officials:

Scott A. Oswald, Superintendent
Beth Ann Coleman, Business Administrator/Board Secretary
Sandra Powell, Treasurer
Alan R. Schmoll, Esq. Solicitor
Inverso & Stewart, Auditors
Garrison Architects, Architects

**COLLINGSWOOD SCHOOL DISTRICT
Consultants and Advisors**

Audit Firm

Inverso & Stewart, LLC
12000 Lincoln Drive West, Suite 402
Marlton, NJ 08053

Attorney

Capehart & Scatchard, P.A.
Alan R. Schmoll, Esq.
8000 Midlantic Drive
Mount Laurel, NJ 08054

Architect

Garrison Architects
1400 F. Commerce Parkway
Mount Laurel, NJ 008054

Official Depository

1st Colonial National Bank
1040 Haddon Avenue
Collingswood, NJ 08108

Financial Section

INVERSO & STEWART, LLC

**Certified Public Accountants
Registered Municipal Accountants**

12000 Lincoln Drive West, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: iscpas@concentric.net

**-Member of-
American Institute of CPAs
New Jersey Society of CPAs**

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Collingswood School District
County of Camden
Collingswood, New Jersey

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated August 13, 2010 on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis and budgetary comparison information, as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. 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 State of New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and are not a required part of the basic financial statements. In addition, the introductory section, combining statements and related major fund supporting statements and schedules, and statistical section listed in the table of contents are also presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedules of Expenditures of Federal Awards and State Financial Assistance, combining statements and related major fund supporting statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert A. Stewart
Public School Accountant

Marlton, New Jersey
August 13, 2010

INVERSO & STEWART, LLC

**Certified Public Accountants
Registered Municipal Accountants**

12000 Lincoln Drive West, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: lscpas@concentric.net

**-Member of-
American Institute of CPAs
New Jersey Society of CPAs**

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

The Honorable President and Members
of the Board of Education
Collingswood School District
County of Camden
Collingswood, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Collingswood School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2010, and have issued our report thereon dated August 13, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Collingswood School 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 Finance, Department of Education, State of New Jersey.

This report is intended solely for the information and use of the management and others within the Collingswood School District, the Division of Finance, Department of Education, State of New Jersey, and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants

A handwritten signature in black ink, appearing to read "R A Stewart".

Robert A. Stewart
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
August 13, 2010

Required Supplementary Information - Part I

Management's Discussion and Analysis

**Collingswood School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010**

As management of the Board of Education of the Borough of Collingswood, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2010. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets of the School District exceeded its liabilities at the close of the most recent fiscal year by \$23,303,714 (*net assets*).
- Governmental activities have an unrestricted net assets deficit of \$1,108,657. The accounting treatments in the governmental funds for compensated absences payable, and the last state aid payment, and the state statute that prohibits school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance are primarily responsible for this deficit balance.
- The total net assets of the School District increased by \$314,126 or a 1.3% increase from the prior fiscal year-end balance. The majority of the increase is due to prior year tuition adjustments the districts received as revenue.
- Fund balance of the School District's governmental funds increased by \$850,462 resulting in an ending fund balance of \$3,261,273. This increase was primarily due to the increase in revenues received, primarily in tuition adjustments from our sending districts.
- Business-type activities have unrestricted net assets of \$218,361, which may be used to meet the School District's ongoing obligations of the food service operations.
- The School District's long-term obligations decreased by \$500,000, which is the net result of the required payment on long-term obligations.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic 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 the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The district-wide financial statements include the statement of net assets and the statement of activities.

The *statement of net assets* presents information about all of the School District's assets and liabilities. The difference between the assets and liabilities is reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net assets of the School District changed during the current fiscal year. Changes in net assets are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the district-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover all or most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities consolidate the Food Service Fund and the After School Program Fund.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the district-wide financial statements. However, unlike the district-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the district-wide financial statements. The School District maintains one type of proprietary fund - the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the district-wide financial statements, only in more detail.

The School District's two enterprise funds (Food Service Fund and After School Program Fund) are listed individually and are considered to be major funds.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the district-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains other supplementary information and schedules required by the New Jersey Audit Program, issued by the New Jersey Department of Education.

District-wide Financial Analysis

The assets of the School District are classified as current assets and capital assets. Cash, investments, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. The majority of the current assets are the results of the tax levy and state aid collection process.

Capital assets are used in the operations of the School District. These assets are land, buildings, improvements, equipment and vehicles. Capital assets are discussed in greater detail in the section titled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2010. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2010.

The assets of the primary government activities exceeded liabilities by \$23,063,094 with an unrestricted deficit balance of \$1,108,657. As mentioned earlier, deficit unrestricted net assets are primarily due to the accounting treatment for compensated absences payable, accrued interest payable and the last two state aid payments. The net assets of the primary government do not include internal balances.

A net investment of \$20,448,749 in land, improvements, buildings, equipment and vehicles which provide the services to the School District's 1906 public school students, represents 88.6% of the School District's net assets. Net assets of \$3,723,002 have been restricted as follows:

Reserved for future budget appropriation	\$1,348,469
Reserved for encumbrances	286,810
Designated for 2010-2011 budget	1,077,502
Capital projects	580,221
Tuition	430,000

**Collingswood School District
Comparative Summary of Net Assets
As of June 30, 2010 and 2009**

	Governmental Activities		Business-Type Activities		District-Wide	
	2010	2009	2010	2009	2010	2009
Assets:						
Current assets	\$ 6,449,131	\$ 8,691,066	\$ 241,640	\$ 235,878	\$ 6,690,771	\$ 8,926,944
Capital assets	<u>38,274,749</u>	<u>39,195,898</u>	<u>22,259</u>	<u>8287</u>	<u>38,297,008</u>	<u>39,204,185</u>
Total assets	<u>44,723,880</u>	<u>47,887,564</u>	<u>263,899</u>	<u>244,165</u>	<u>44,987,779</u>	<u>48,131,729</u>
Liabilities:						
Current Liabilities	3,209,187	6,301,923	23,279		3,232,466	6,301,923
Noncurrent Liabilities	<u>18,451,599</u>	<u>18,840,218</u>			<u>18,451,599</u>	<u>18,840,218</u>
Total liabilities	<u>21,660,786</u>	<u>25,142,141</u>	<u>23,279</u>		<u>21,684,065</u>	<u>25,142,141</u>
Net assets	<u>\$ 23,063,094</u>	<u>\$ 22,745,423</u>	<u>\$ 240,620</u>	<u>\$ 244,165</u>	<u>\$ 23,303,714</u>	<u>\$ 22,989,588</u>
Net assets consist of:						
Invested in capital						
Assets	\$ 20,448,749	\$ 20,869,898	\$ 22,259	\$ 8,287	\$ 20,471,008	\$ 20,878,185
Restricted net assets	3,723,002	2,788,136			3,723,002	2,788,136
Unrestricted net assets	<u>(1,108,657)</u>	<u>(912,611)</u>	<u>218,361</u>	<u>235,878</u>	<u>(890,296)</u>	<u>(676,733)</u>
Net assets	<u>\$ 23,063,094</u>	<u>\$ 22,745,423</u>	<u>\$ 240,620</u>	<u>\$ 244,165</u>	<u>\$ 23,303,714</u>	<u>\$ 22,989,588</u>

Governmental Activities

Governmental activities increased the net assets of the School District by \$317,671 during the current fiscal year, thereby accounting for the entire increase in the net assets of the School District. Key elements of the decrease in net assets for governmental activities are as follows:

- Increased revenues due to collection of tuition adjustments.

Business-type Activities

Business-type activities increased the School District's net assets slightly. Key elements of the increase in net assets for business-type activities are as follows:

- The operating transfer into the Food Service Program in the amount of \$3,942
- Increase in the prices charged thus transfer to the food service account was less in this fiscal year.

Collingswood School District
Comparative Schedule of Changes in Net Assets
As of and for the Fiscal Year Ended June 30, 2010 and 2009

	Governmental Activities		Business-Type Activities		District-Wide	
	2010	2009	2010	2008	2009	2008
Revenues:						
Program Revenues						
Charges for services	\$		317,749	345,625	317,749	345,625
Operating grants and Contributions	\$	3,351,672	2,989,270	330,752	271,892	3,682,424
Capital grants and Contributions						
General Revenues:						
Property Taxes	\$	14,795,250	13,759,915		14,795,250	13,759,915
Unrestricted State Aid	\$	10,304,858	10,424,813		10,304,858	10,424,813
Restricted State Aid	\$	0	0		0	0
Tuition	\$	4,648,623	3,607,825		4,648,623	3,607,825
Other Revenues	\$	186,283	750,468		186,283	750,468
Total Revenues		33,286,686	31,532,291	648,501	617,517	33,935,187
Expenses:						
Governmental Activities:						
Instruction	\$	15,180,017	14,266,083		15,180,017	14,266,083
Tuition	\$	730,061	1,122,463		730,061	1,122,463
Related Services	\$	3,478,532	3,209,559		3,478,532	3,209,559
Administrative Services	\$	2,282,315	2,477,906		2,282,315	2,477,906
Operations and Maintenance	\$	3,463,615	3,728,691		3,463,615	3,728,691
Transportation	\$	461,810	552,536		461,810	552,536
Unallocated benefits	\$	6,670,967	6,770,342		6,670,967	6,770,342
Special Schools	\$	16,706	14,096		16,706	14,096
Interest on long-term Debt	\$	773,619	1,221,043		773,619	1,221,043
Other	\$	55,224	34,783		55,224	34,783
Business-Type Activities:						
Food Service Operations	\$			655,988	644,521	655,988
Total Expenses		33,112,866	33,397,502	655,988	644,521	33,768,854
Increase (decrease) in net assets						
Before transfers	\$	173,820	(1,865,211)	(7,487)	(27,004)	166,333
Transfers	\$	143,851	(50,000)	3,942	50,000	147,793
Changes in net assets		317,671	(1,915,211)	(3,545)	22,996	314,126
Net assets, July 1,	\$	22,745,423	24,660,634	244,165	221,169	22,989,588
Net assets, June 30,	\$	23,063,094	\$ 22,745,423	\$ 240,620	\$ 244,165	\$ 23,303,714

Financial Analysis of the Governmental Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - The focus of the School 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 School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$3,261,273, an increase of \$850,462 in comparison with the prior year. Most of this increase is the result of additional revenue from tuition adjustments.

The unreserved fund balance for the School District at the end of the fiscal year includes a combination of an unreserved fund balance deficit for the General Fund of \$461,729. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) as restricted cash reserved for future capital outlay expenditures 580,221 (2) appropriated as a revenue source in the subsequent year's budget 1,077,502 or 3) reserved for encumbrances of 286,810 4) reserved for future budget appropriation in accordance with state statute 1,348,469 and 5 reserved for future tuition adjustments 430,000.

The general fund is the chief operating fund of the School District. As discussed earlier, the balance in the unreserved fund balance is due, primarily, to the accounting treatment of the last state aid payment as discussed in Note 23 of the notes to the basic financial statements, and state statutes that prohibit New Jersey school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was (\$430,238), or a decrease of 1.4%. The decrease to the budget resulted from the decrease in out of district tuition contracts.

At the end of the current fiscal year, unreserved fund balance (budgetary basis) of the general fund was \$551,616, while total fund balance (budgetary basis) was \$3,889,816. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to \$29,586,394. Unreserved fund balance (budgetary basis) represents 2% of expenditures while total fund balance (budgetary basis) represents 13% of that same amount.

Capital Asset and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2010, totaled \$ 38,297,008 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, improvements, buildings, equipment and vehicles. There was a decrease in the District's investment in capital assets for the current fiscal year of \$907,177 or 2.3%. The decrease is due to an inventory being performed by the business office and recording of disposals, not as many additions during the fiscal year and the increase in accumulated depreciation.

**Collingswood School District
Capital Asset (net of accumulated depreciation)
June 30, 2010 and 2009**

	Governmental Activities		Business-Type Activities		District-Wide	
	2010	2009	2010	2009	2010	2009
Land	\$ 390,040	390,040			\$ 390,040	390,040
Construction in Progress		0				0
Site Improvements	454,214	530,948			454,214	530,948
Buildings and Building Improvements	37,501,679	38,148,726			37,501,679	38,148,726
Equipment	(78,818)	103,697	\$ 22,259	8,287	(56,559)	111,984
Vehicles	7,634	22,487			7,634	22,487
Net assets	<u>\$ 38,274,749</u>	<u>39,195,898</u>	<u>\$ 22,259</u>	<u>8,287</u>	<u>\$ 38,297,008</u>	<u>39,204,185</u>

Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 7) of this report.

Long-term debt – During the fiscal year ended June 30, 2010, the School District had \$17,826,000 in serial bonds payable and \$625,599 in compensated absences.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was \$43,400,900 with a remaining borrowing capacity of \$25,574,900.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 8) of this report.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2010-2011 fiscal year.

- This fiscal year saw a drastic shift in school funding. During the 2009-2010 school year, well after the Collingswood budget was set, funding was cut by \$721,000. Then, Collingswood Public Schools saw a \$1.4 million cut in funding for the 2010-2011 school year.
- In preparing the 2010-2011 budget and in response to the drastic funding cuts, the Board of Education was determined to offer a lean and efficient budget while meeting the needs of our community. The 2010-2011 budget increases average tax by \$75.94. The overall tax increase was 2.5% well below the 4% cap required by law. The board made this decision in anticipation of the proposed 2% cap proposed by the Christie Administration.
- 2010 saw another decrease in the ratables due to the economy. This again had a direct impact on the tax rate and amount of tax assessed. In the overall school tax increase, \$9 is due to a loss of ratables.
- The board of education continues to review cost saving measures and potential for shared services. The board has entered into a shared service agreement with Oaklyn School District commencing in July 2010 wherein we have taken over their custodial and maintenance services. We are expanding our technology office and have entered into shared service agreements with Bellmawr and Haddon /townships School Districts.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Collingswood School District Business Administrator, 200 Lees Avenue, Collingswood, New Jersey, 08108, telephone number (856) 962-5720.

Basic Financial Statements

District-Wide Financial Statements

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Net Assets
June 30, 2010

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS:			
Cash and cash equivalents	\$ 2,241,273	\$ 201,312	\$ 2,442,585
Restricted cash and cash equivalents	1,201,943		1,201,943
Receivables, net	2,964,351	19,685	2,984,036
Inventory		20,643	20,643
Deferred bond issuance costs - net	41,564		41,564
Capital assets, net (Note 7)	<u>38,274,749</u>	<u>22,259</u>	<u>38,297,008</u>
Total Assets	<u>44,723,880</u>	<u>263,899</u>	<u>44,987,779</u>
LIABILITIES:			
Accounts payable	142,055	23,279	165,334
Reserve for arbitrage rebate payable	5,521		5,521
Payable to state government	48,921		48,921
Payable to federal government	6,817		6,817
Notes payable	2,891,385		2,891,385
Deferred revenue	51,595		51,595
Accrued interest payable	62,893		62,893
Noncurrent liabilities (Note 8):			
Due within one year	600,000		600,000
Due beyond one year	<u>17,851,599</u>		<u>17,851,599</u>
Total Liabilities	<u>21,660,786</u>	<u>23,279</u>	<u>21,684,065</u>
NET ASSETS:			
Invested in capital assets, net of related debt	20,448,749	22,259	20,471,008
Restricted for:			
Capital projects	580,221		580,221
Other purposes	3,142,781		3,142,781
Unrestricted (Deficit)	<u>(1,108,657)</u>	<u>218,361</u>	<u>(890,296)</u>
Total Net Assets	<u>\$ 23,063,094</u>	<u>\$ 240,620</u>	<u>\$ 23,303,714</u>

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	10,463,791		\$ 1,177,180		\$ (9,286,611)		\$ (9,286,611)
Special Education	3,161,493				(3,161,493)		(3,161,493)
Other instruction	1,554,733				(1,554,733)		(1,554,733)
Support Services:							
Tuition	730,061				(730,061)		(730,061)
Student & instruction related services	3,478,532		168,897		(3,309,635)		(3,309,635)
General administrative services	624,473				(624,473)		(624,473)
School administrative services	1,308,976				(1,308,976)		(1,308,976)
Central administrative services	348,866				(348,866)		(348,866)
Plant operations and maintenance	3,463,615				(3,463,615)		(3,463,615)
Pupil transportation	461,810				(461,810)		(461,810)
Unallocated employee benefits	6,670,967		2,005,595		(4,665,372)		(4,665,372)
Special schools	16,706				(16,706)		(16,706)
Interest on long-term debt	773,619				(773,619)		(773,619)
Unallocated depreciation	55,224				(55,224)		(55,224)
Total Governmental Activities	<u>33,112,866</u>		<u>3,351,672</u>		<u>(29,761,194)</u>		<u>(29,761,194)</u>
Business-Type Activities:							
Food Service	655,988	\$ 317,749	330,752			(7,487)	(7,487)
Total Business-Type Activities	<u>655,988</u>	<u>317,749</u>	<u>330,752</u>			<u>(7,487)</u>	<u>(7,487)</u>
Total Primary Government	<u>\$ 33,768,854</u>	<u>\$ 317,749</u>	<u>\$ 3,682,424</u>	<u>\$ -</u>	<u>(29,761,194)</u>	<u>(7,487)</u>	<u>(29,768,681)</u>
General Revenues:							
Taxes:							
Property taxes, levied for general purposes, net					13,519,912		13,519,912
Taxes levied for debt service					1,275,338		1,275,338
Federal and State aid not restricted					10,304,858		10,304,858
Tuition received					4,648,623		4,648,623
Investment Earnings					44,230		44,230
Miscellaneous Income					142,053		142,053
Transfers					143,851	3,942	147,793
Total general revenues, special items, extraordinary items and transfers					<u>30,078,865</u>	<u>3,942</u>	<u>30,082,807</u>
Change in Net Assets					317,671	(3,545)	314,126
Net Assets -- July 1, 2009					22,745,423	244,165	22,989,588
Net Assets -- June 30, 2010					<u>\$ 23,063,094</u>	<u>\$ 240,620</u>	<u>\$ 23,303,714</u>

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

Fund Financial Statements

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

COLLINGSWOOD SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2010

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and cash equivalents	\$ 2,183,189			\$ 58,084	\$ 2,241,273
Receivables, net:					
State Aid	74,131	\$ 37,953	\$ 1,303,436		1,415,520
Federal	8,215	136,022			144,237
Interfunds	91,539				91,539
Other governmental units	1,401,714				1,401,714
Restricted assets:					
Cash and cash equivalents	234,204		967,739		1,201,943
Total Assets	<u>\$ 3,992,992</u>	<u>\$ 173,975</u>	<u>\$ 2,271,175</u>	<u>\$ 58,084</u>	<u>\$ 6,496,226</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 142,055				\$ 142,055
Arbitrage rebate payable			\$ 5,521		5,521
Note payable	991,385		1,900,000		2,891,385
Interfund payable		\$ 88,659			88,659
Intergovernmental payable:					
State		41,389	7,532		48,921
Federal		6,817			6,817
Deferred revenues	41,165	10,430			51,595
Total Liabilities	<u>1,174,605</u>	<u>147,295</u>	<u>1,913,053</u>	<u>58,084</u>	<u>3,234,953</u>
Fund Balances:					
Reserved for:					
Excess surplus	1,348,469				1,348,469
Encumbrances	248,025	26,680	12,105		286,810
Capital projects	234,204		346,017		580,221
Future tuition payments	430,000				430,000
Unreserved	(519,813)			58,084	(461,729)
Unreserved - designated for subsequent year's expenditures	1,077,502				1,077,502
Total Fund Balances	<u>2,818,387</u>	<u>26,680</u>	<u>358,122</u>	<u>58,084</u>	<u>3,261,273</u>
Total Liabilities and Fund Balances	<u>\$ 3,992,992</u>	<u>\$ 173,975</u>	<u>\$ 2,271,175</u>	<u>\$ 58,084</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$51,425,160 and the accumulated depreciation is \$13,150,411. 38,274,749

Bond issuance costs are amortized over the life of the bonds on the statement of net assets. 41,564

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

General Obligation Bonds	\$ (17,826,000)	
Accrued Interest Payable	(62,893)	
Compensated Absences Payable	(625,599)	
		<u>(18,514,492)</u>

Net Assets of Governmental Activities \$ 23,063,094

COLLINGSWOOD SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2010

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	\$ 13,519,912			\$ 1,275,338	\$ 14,795,250
Tuition charges	4,648,623				4,648,623
Interest earned	5,579		\$ 38,651		44,230
Miscellaneous	142,054				142,054
Total local sources	18,316,168		38,651	1,275,338	19,630,157
State sources	10,777,390	\$ 115,857	96,803		10,990,050
Federal sources	1,436,260	1,230,220			2,666,480
Total Revenues	30,529,818	1,346,077	135,454	1,275,338	33,286,687
EXPENDITURES:					
Current expense:					
Regular instruction	9,218,002				9,218,002
Special education instruction	1,981,078	1,180,415			3,161,493
Other instruction	1,554,733				1,554,733
Support services and undistributed costs:					
Tuition	730,601				730,601
Student & instruction related services	3,309,635	168,897			3,478,532
General administrative services	544,606				544,606
School administrative services	1,308,976				1,308,976
Central administrative services	348,866				348,866
Plant operations and maintenance	3,130,836				3,130,836
Pupil transportation	461,810				461,810
Unallocated employee benefits	6,670,967				6,670,967
Capital outlay	84,312		365,091		449,403
Special schools	16,706				16,706
Transfer to charter schools	100,847				100,847
Redemption of principal				500,000	500,000
Interest				775,337	775,337
Total Expenditures	29,461,975	1,349,312	365,091	1,275,337	32,451,715
Excess (deficiency) of revenues over (under) expenditures	1,067,843	(3,235)	(229,637)	1	834,972
Other Financing Sources (Uses):					
Transfer out to Food Service Fund	(3,942)				(3,942)
Prior year arbitrage rebate canceled			19,432		19,432
Transfers in			120,477	58,083	178,560
Transfers out	(120,477)		(58,083)		(178,560)
Total other financing sources (uses)	(124,419)	-	81,826	58,083	15,490
Net change in fund balance	943,424	(3,235)	(147,811)	58,084	850,462
Fund balance - July 1, 2009	1,874,963	29,915	505,933		2,410,811
Fund balance - June 30, 2010	\$ 2,818,387	\$ 26,680	\$ 358,122	\$ 58,084	\$ 3,261,273

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

COLLINGSWOOD SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2010

Total net change in fund balances - governmental funds (from B-2)		\$ 850,462
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
<p>Capital outlays are reported in the governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.</p>		
Depreciation expense	\$ (1,331,118)	
Fixed asset additions	409,969	(921,149)
<p>Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.</p>		
General Obligation Bonds		500,000
<p>Bond issuance costs are reported in the governmental fund as expenditures in year the bonds are issued. However, on the statement of activities, the costs are amortized over the life of the bonds.</p>		
		(1,979)
<p>Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:</p>		
Accrued Interest Payable	1,718	
Compensated Absences Payable	(111,381)	(109,663)
Change in Net Assets of Governmental Activities		\$ 317,671

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Net Assets
Proprietary Funds
June 30, 2010

	<u>Business-Type Activities Enterprise Funds</u>
	<u>Food Service</u>
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 201,312
Intergovernmental receivables:	
State Aid	876
Federal Aid	18,003
Other	806
Inventories	<u>20,643</u>
Total current assets	<u>241,640</u>
Noncurrent Assets:	
Equipment	199,669
Less - accumulated depreciation	<u>(177,410)</u>
Total Noncurrent Assets	<u>22,259</u>
Total Assets	<u>263,899</u>
 LIABILITIES:	
Current liabilities:	
Accounts payable	<u>23,279</u>
Total Liabilities	<u>23,279</u>
 NET ASSETS:	
Invested in capital assets, net	22,259
Unrestricted	<u>218,361</u>
Total Net Assets	<u>\$ 240,620</u>

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

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

	Business-Type Activities Enterprise Funds
	Food Service
Operating Revenues:	
Charges for services:	
Daily sales - reimbursable programs	\$ 154,316
Daily sales - non-reimbursable programs	159,663
Special functions	3,770
Total Operating Revenues	317,749
Operating Expenses:	
Cost of sales	271,247
Salaries	307,767
Management fee	27,000
Supplies	25,314
Other costs	16,373
Depreciation	8,287
Total Operating Expenses	655,988
Operating Income (Loss)	(338,239)
Nonoperating Revenues:	
State sources:	
State school lunch program	10,849
State school breakfast program	1,960
Federal sources:	
National school lunch program	233,856
National school breakfast program	29,615
Food distribution program	54,472
Total Nonoperating Revenues	330,752
Income (Loss) before Contributions and Transfers	(7,487)
Operating Transfers out	
Operating Transfers In	3,942
Change in Net Assets	(3,545)
Net Assets - July 1, 2009	244,165
Net Assets - June 30, 2010	\$ 240,620

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	Business-Type Activities Enterprise Funds
	Food Service
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ 316,943
Cash payments to employees for services	(307,767)
Cash payments to suppliers for goods and services	(323,707)
Net cash used by operating activities	(314,531)
Cash Flows from Noncapital Financing Activities:	
Cash received from state sources	12,594
Cash received from federal sources	312,536
Operating transfer in/out	3,942
Net cash provided by noncapital financing activities	329,072
Cash Flows Used by Capital and Related Financing Activities:	
Purchase of equipment	(22,259)
Cash Flow Provided by Investing Activities:	
Interest on cash equivalents	
Net increase (decrease) in cash and cash equivalents	(7,718)
Cash and cash equivalents - July 1, 2009	209,030
Cash and cash equivalents - June 30, 2010	\$ 201,312
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:	
Operating income (loss)	\$ (338,239)
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:	
Depreciation	8,287
Change in assets and liabilities:	
(Increase) decrease in accounts receivable	(806)
(Increase) decrease in inventory	(7,052)
Increase (decrease) in accounts payable	23,279
Net cash provided by (used for) operating activities	\$ (314,531)
Noncash Noncapital Financing Activities:	
During the year the District received \$54,472 of food commodities from the U.S. Department of Agriculture.	

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Trust Funds			Agency Funds
	Unemployment Compensation Trust	Flexible Benefit Trust	Private Purpose Scholarship Fund	
ASSETS:				
Cash and cash equivalents	\$ 695,496	\$ 6,706	\$ 216,222	\$ 326,062
Total Assets	695,496	6,706	216,222	\$ 326,062
 LIABILITIES:				
Payroll deductions and withholdings				\$ 116,631
Interfund payable				2,880
Due to student groups				206,551
Total Liabilities				\$ 326,062
 NET ASSETS:				
Held in trust for unemployment claims and other purposes	\$ 695,496			
Held in trust for flexible benefit claims		\$ 6,706		
Reserved for scholarships			\$ 216,222	

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2010

	Unemployment Compensation Trust	Flexible Benefit Trust	Private Purpose Scholarship Fund
ADDITIONS:			
Contributions:			
Employee		\$ 4,610	
Donations			\$ 11,216
Total Contributions		4,610	11,216
Investment earnings:			
Interest	\$ 12,917	83	1,995
Net investment earnings	12,917	83	1,995
Total Additions	12,917	4,693	13,211
DEDUCTIONS:			
Claims	30,000	3,633	
Scholarships awarded			28,500
Total Deductions	30,000	3,633	28,500
Change in Net Assets	(17,083)	1,060	(15,289)
Net Assets - July 1, 2009	712,579	5,646	231,511
Net Assets - June 30, 2010	\$ 695,496	\$ 6,706	\$ 216,222

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

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

1. DESCRIPTION OF SCHOOL DISTRICT AND REPORTING ENTITY

Description of Reporting Entity

The Borough of Collingswood School District (School District) is a Type II district located in the County of Camden County, State of New Jersey. As a Type II district, it functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The purpose of the School District is to provide educational services for resident students in grades K through 12. In addition, the School District provides educational services for students in grades 9 through 12 received from the Borough of Oaklyn School District and the Borough of Woodlynne School District, on a tuition basis. The Collingswood School District has an approximate enrollment at June 30, 2010 of 1,906 students.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No. 14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Components Units*. There are no organizations that are considered to be component units.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the School 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 School District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989 to its governmental and business-type activities and to its proprietary funds, provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

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

District-wide Statements - The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net assets presents the financial condition of the governmental and business-type activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Fund Accounting

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

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

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

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenues from the state and federal governments, other than major capital projects, debt service, or the enterprise funds, and local appropriations that are legally restricted to expenditures for specified purposes.

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

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for, and the payment of, general-long-term debt principal, interest and related costs.

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those in the private sector.

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

The School District's enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Accounting (Continued)

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

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

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

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds (i.e. payroll and student activities). They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has four fiduciary funds; an unemployment compensation trust fund, a private purpose scholarship fund, a student activity fund, and a payroll fund.

Measurement Focus

District-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the Statement of Net Assets.

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e. revenues) and decreases (i.e. expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within thirty days of fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. 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 School 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 School District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. There were no restricted formula aids.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end; tuition, grants, fees, and rentals.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year, if any, is reported in the operating statement as an expense. Unused donated commodities are reported as deferred revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23-2.2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2.11.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal 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 one or more June state aid payments for budgetary purposes only and the special revenue fund, as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

The accounting records of the special revenue fund are maintained on the budgetary basis. The budgetary basis differs from GAAP in that the 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.

The budget, as detailed on Exhibit C-1, Exhibit C-2 and Exhibit I-3, includes all amendments to the adopted budget, if any.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets/Budgetary Control (Continued)

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances – governmental funds. Note that the School District does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the one or more June state aid payments.

Encumbrance Accounting

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

Open encumbrances in the special revenue fund, for which the School 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.

Cash, Cash Equivalents and Investments

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

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

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 Governmental Unit Deposit Protection Act (GUDPA), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

Tuition Receivable

Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable

Tuition charges for the fiscal years ended June 30, 2010 and 2009 were based on rates established by the receiving school district. These rates are subject to change when the actual costs have been determined.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed, and is not recorded since any amounts are considered immaterial to the basic financial statements.

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out basis.

Inventories recorded in the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2010.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required. This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Deferred Expenditures

Deferred expenditures are disbursements that are made in one period, but are more accurately reflected as an expenditure/expenses in the next fiscal period. Unlike prepaid expenses, deferred expenditures are not regularly recurring cost of operations.

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 School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as interfunds receivable and/or interfunds payable.

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and the proprietary fund statement of net assets. .

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are valued at their estimated fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000.00. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal repairs and maintenance that do not add to the value of the asset or materially extend asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Asset Class</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business -Type Activities Estimated Lives</u>
School Buildings	50 years	N/A
Building Improvements	50 years	N/A
Site Improvements	20 years	N/A
Machinery and Equipment	5-20 years	12 years

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accrued Salaries and Wages

Certain School District employees, who provide services to the School District over the ten-month academic year, have the option to have their salaries evenly disbursed during the twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2010, the amounts earned by these employees were disbursed to the employees' own individual credit union accounts.

Compensated Absences

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

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Balance Reserves

The School District reserves portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation for expenditures. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Fund balance reserves are established for encumbrances, legally restricted appropriations, tuition, excess surplus, capital reserve, maintenance reserve and emergency reserves.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Operating and Non-Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for food service fund. Non-operating revenues principally consist of interest income earned on various interest bearing accounts and federal and state subsidy reimbursements for the food service program. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund.

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

3. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. The School District's formal policy regarding custodial credit risk is in compliance with N.J.S.A. 17:9-41. et seq. which requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. Of the School District's bank balance of \$5,489,408.27 as of June 30, 2010, \$612,998.72 was insured by the Federal Deposit Insurance Corporation and \$4,876,409.55 was collateralized under the Governmental Unit Deposit Protection Act.

4. CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the New Jersey Department of Education, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

4. CAPITAL RESERVE ACCOUNT (Continued)

The activity of the capital reserve for the July 1, 2009 to June 30, 2010 fiscal year is as follows:

Balance – July 1, 2009		\$ 225,625
Increased by:		
Interest earned	\$ 5,579	
Board resolution	3,000	
		8,579
		234,204
Decreased by:		
Budget withdrawal		
Balance – June 30, 2010		\$ 234,204

The June 30, 2010 capital reserve balance does not exceed the LRFPP balance of local support costs of uncompleted projects.

5. ACCOUNTS RECEIVABLES

Accounts receivables at June 30, 2010 consisted of accounts (fees) and intergovernmental grants. All intergovernmental receivables are considered collectible in full due to the stable condition of State programs and the current fiscal year guarantee of federal funds.

Accounts receivable as of fiscal year-end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Proprietary Funds	Total
Intergovernmental	\$ 1,486,940	\$ 173,975	\$ 1,303,436	\$ 18,879	\$ 2,983,230
Other				806	806
Total Accounts Receivable	\$ 1,486,940	\$ 173,975	\$1,303,436	\$ 19,685	\$2,984,036

6. INVENTORY

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

Food		\$ 18,664
Supplies		1,979
		\$ 20,643

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

7. CAPITAL ASSETS

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

	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2010</u>
Governmental Activities:				
<i>Capital Assets, not being depreciated:</i>				
Land	\$ 390,040			\$ 390,040
Construction in progress				0
Total capital assets, not being Depreciated	<u>390,040</u>			<u>390,040</u>
<i>Capital Assets, being depreciated:</i>				
Site Improvements	1,669,590	\$ 7,100		1,676,690
Building and Building Improvements	45,914,953	276,788		46,191,741
Equipment	2,788,460	107,034		2,895,494
Vehicles	252,148	19,047		271,195
Totals at historical cost	<u>50,625,151</u>	<u>409,969</u>		<u>51,035,120</u>
<i>Less Accumulated Depreciation:</i>				
Site Improvements	(1,138,642)	(83,834)		(1,222,476)
Building and Building Improvements	(7,766,227)	(923,835)		(8,690,062)
Equipment	(2,684,763)	(289,549)		(2,974,312)
Vehicles	(229,661)	(33,900)		(263,561)
Totals accumulated depreciation	<u>(11,819,293)</u>	<u>(1,331,118)</u>		<u>(13,150,411)</u>
Total Capital Assets, being depreciated, net	<u>38,805,858</u>	<u>(921,149)</u>		<u>37,884,709</u>
Governmental Activities Capital Assets, Net	<u>\$ 39,195,898</u>	<u>\$ (921,149)</u>		<u>\$ 38,274,749</u>
 Business-Type Activities:				
<i>Capital Assets, being depreciated:</i>				
Equipment	\$ 177,410	\$ 22,259		\$ 199,669
Less accumulated depreciation	<u>(169,123)</u>	<u>(8,287)</u>		<u>(177,410)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 8,287</u>	<u>\$ 13,972</u>		<u>\$ 22,259</u>

Depreciation expense in the amount of \$1,331,118 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 865,226
General Administration	79,867
Plant Operations and Maintenance	332,779
Unallocated	<u>53,246</u>
Total depreciation expense	<u>\$ 1,331,118</u>

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

8. LONG-TERM OBLIGATIONS

During the fiscal year ended June 30, 2010, the following changes occurred in long-term obligations:

Governmental Activities:	Principal Outstanding July 1, 2009	Additions	Reductions	Principal Outstanding June 30, 2010	Due Within One Year
Compensated Absences	\$ 514,218	\$ 111,381		\$ 625,599	
General Obligation Bonds	<u>18,326,000</u>		<u>\$ 500,000</u>	<u>17,826,000</u>	<u>\$ 600,000</u>
	<u>\$ 18,840,218</u>	<u>\$ 111,381</u>	<u>\$ 500,000</u>	<u>\$ 18,451,599</u>	<u>\$ 600,000</u>

Bonds Payable - Bonds and loans are authorized in accordance with State law by the voters of the School District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the School District are as follows:

2005 General Obligation Bonds dated June 1, 2005 in the amount of \$17,826,000 due in annual installments through June 1, 2030, bearing interest rate of 4.00 % to 4.40%.

Principal and interest due on bonds outstanding is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2011	\$ 600,000	\$ 754,713	\$ 1,354,713
2012	625,000	729,963	1,354,963
2013	650,000	704,181	1,354,181
2014	700,000	677,369	1,377,369
2015	700,000	648,494	1,348,494
2016-2020	3,950,000	2,785,626	6,735,626
2021-2025	4,800,000	1,887,095	6,687,095
2026-2030	<u>5,801,000</u>	<u>774,233</u>	<u>6,575,233</u>
	<u>\$ 17,826,000</u>	<u>\$ 8,961,674</u>	<u>\$ 26,787,674</u>

As of June 30, 2010 the School District had no authorizations to issue additional bonded debt.

Compensated Absences

Compensated absences will be paid from the fund from which the employees' salaries are paid.

Capital Leases Payable

As of June 30, 2010 the School District had no capital leases.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

9. OPERATING LEASES

At June 30, 2010, the School District had operating lease agreements in effect for copy machines. Rental payments under operating leases for the fiscal year ended June 30, 2010 were \$35,068.

Future minimum rental payments under operating lease agreements are as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Amount</u>
2011	\$ 53,897
2012	32,006
2013	13,412
2014	1,466
Total future minimum lease payments	\$ 100,781

10. PENSION PLANS

Description of Plans - Substantially all of the School District's employees participate in one of the following defined benefit pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits: the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625-0295.

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund is a cost-sharing contributory defined benefit pension plan which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The TPAF provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 18A:66.

The contribution requirements of plan members are determined by State statute. In accordance with Chapters 113, 114 and 115, P.L. 1997, plan members enrolled in the TPAF were required to contribute 5% of their annual covered salary. Effective July 1, 2007 however, in accordance with Chapter 92 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exists.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years.

Public Employees' Retirement System (PERS)

The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the PERS were required to contribute 5% of their annual covered salary. Effective July 1, 2007 however, in accordance with Chapter 92 and Chapter 103, P.L. 2007, plan members were required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exists.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

10. PENSION PLANS (Continued)

The School District is billed annually for its normal contribution plus any accrued liability.

The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Non Contributory Life</u>	<u>Total Liability</u>	<u>Funded by Excess Pension Asset Credit</u>	<u>Paid by School District</u>
2010	\$ 68,473	\$ 79,198	\$ 18,356	\$ 166,027		\$ 92,192
2009	93,799	108,490	25,145	227,434		227,434
2008	117,975	90,917		208,892	\$ 41,778	167,114

11. POST-RETIREMENT BENEFITS

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

Funding Policy – P.L. 1987, c.384 of P.L. 1990, c.6 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c. 103 amended the law to eliminate the funding of postemployment medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of postemployment medical benefits for retired State employees and retired educational employees. As of June 30, 2009 there were 84,590 retirees eligible for postemployment medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State's contribution rate is based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years.

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

12. ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2010, the School District has recognized as revenues and expenditures on-behalf payments made by the State of New Jersey for normal costs and post-retirement costs related to TPAF. The amounts recognized as revenues and expenditures for normal costs and post-retirement medical costs were \$47,777 and \$897,327, respectively. In addition, the State of New Jersey reimbursed the School District \$1,060,491 during the fiscal year ended June 30, 2010 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has also been included as a revenue and expenditure in the basic financial statements, and the combining and individual fund statements and schedules in accordance with GASB 24.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

13. DEFERRED COMPENSATION

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by an outside organization, approved by the School District, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death, or unforeseeable emergency. The School District has very little administrative involvement, performs no investing function, and has no fiduciary responsibility for these plans. All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, are solely the property and rights of the participants and are not subject to claims of the School District's creditors. Accordingly, the plan assets are not reported as a part of these financial statements.

14. RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters.

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

Joint Insurance Pool - The School District is a member of the School Alliance Insurance Pool Joint Insurance Fund, a public entity risk pool currently operating as a common risk management and insurance program. Insurance coverage as provided by the Fund can be found in the Statistical Section of this Comprehensive Annual Financial Report.

Annual contributions to the Fund are determined by the Fund's Board of Trustees. The School District is jointly and personally liable for claims insured by the Fund and its members during the period of its membership, including liability for supplemental assessments, if necessary. The Fund's Board of Trustees may authorize refunds to its members in any fund year for which contributions exceed the amount necessary to fund all obligations for that year.

The Fund publishes its own financial report which can be obtained by writing to: School Alliance Insurance Fund, 51 Everett Drive, Suite B-40, West Windsor, New Jersey, 08550.

New Jersey Unemployment Compensation Insurance - The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State.

The following is a summary of School District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two fiscal years:

<u>Fiscal Year Ended June 30,</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2009-2010	\$ 12,917	-0-	\$ 30,000	\$ 695,496
2008-2009	58,127	-0-	4,539	712,579
2007-2008	22,281	-0-	-0-	658,991

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

15. COMPENSATED ABSENCES

The School 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.

School District employees are granted vacation and sick leave in varying amounts in accordance with the School District's personnel policies. Unused sick leave may be accumulated carried forward to the subsequent years. Employees who retire from the School District shall be paid for unused sick leave in accordance with the School District's agreement or personnel policy.

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2010, the liability for compensated absences in the governmental fund was \$625,599.

16. INTERFUND BALANCES AND TRANSFERS

The following interfund balances were recorded on the various balance sheets as of June 30, 2010:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 91,539	
Special Revenue		\$ 88,659
Fiduciary		2,880
	<u>\$91,539</u>	<u>\$91,539</u>

All interfund balances are expected to be paid or collected within the subsequent year.

17. CONTINGENCIES

The School District participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Management believes that the amount from future audits, if any, would not be material.

The School District is receiving funding in the form of grants from the New Jersey Schools Development Authority (NJSDA) in connection with its capital projects. The costs associated with the funding received are subject to a final review of eligibility and compliance by the New Jersey Department of Education and the NJSDA. To the extent that the School District has not complied with the rules and regulations governing the NJSDA funds or has not met the final eligible costs requirements, refunds of any money received may be required and the collectability of any related receivable at June 30, 2010 may be impaired. In the opinion of the School District's management, there are no significant contingent liabilities relating to compliance with rules and regulations or final eligible cost requirements governing the respective grants or funding; therefore, no provisions have been recorded in the accompanying basic financial statements for such contingencies.

18. ECONOMIC DEPENDENCY

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

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

19. FLEXIBLE BENEFITS PROGRAM

The School District offers its employees a Flexible Benefits Program. The purpose of the program is to provide a tax incentive for plan participants incurring health premium expenses, dependent care expenses and other medical expenses not covered by other insurance. The School District, who is the plan administrator, has contracted with American Family Life Assurance Company (AFLAC) to act as its agent to furnish reimbursement services. The plan participants redirect a prescribed amount of their gross pay (tax-free) into a reimbursement account and then in-turn submit claims to AFLAC for repayment. Because of Internal Revenue Service regulations, if at the end of any plan year unexpended funds remain, these funds will be forfeited by the participants and returned to the School District.

The following is a summary of School District contributions, employee contributions, reimbursements to the plan participants for benefits paid and the ending balance of the School District's fiduciary fund for the current and prior two years.

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2009-2010	\$83	\$ 4,610	\$3,633	\$6,706
2008-2009	2,100	3,597	1,333	5,646
2007-2008	260	5,400	1,940	5,903

20. RESERVE FOR ARBITRAGE REBATE

Arbitrage is the difference between the yield on an issuer's tax-exempt bonds and the investment income earned on the proceeds. Arbitrage restrictions imposed by the federal government prohibit an issuer from retaining arbitrage profits when investing bond proceeds at a yield that exceeds the yield on the bonds. Any excess arbitrage must be rebated to the U.S. Treasury.

The School District is required to have an arbitrage rebate calculation performed for its 2005 School District Bonds every five years after the bonds are issued and to rebate any arbitrage earnings in excess of the bond yield (4.115022%) to the federal government. The School District has elected to have this calculation performed each year and to reserve on the balance sheet an amount equal to the accrued liability. The arbitrage rebate payable balance at June 30, 2010 is \$5,521.

21. DEFICIT FUND BALANCE

The School District has a deficit fund balance of \$519,813 in the General Fund as of June 30, 2010 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last two state aid payments as revenues, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the School District can not recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last two state aid payments, the General Fund fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The deficit in the GAAP fund statements of \$519,813 is equal to or less than the last state aid payment.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010

22. DEFICIT UNRESTRICTED NET ASSETS

As reflected on Exhibit A-1, Statement of Net Assets, a deficit in unrestricted net assets of \$1,108,657 existed as of June 30, 2010 for governmental activities. The primary causes of this deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the long-term liability for compensated absences, capital leases payable and accrued interest payable. In accordance with full accrual accounting, which is the basis of accounting for Exhibit A-1, Statement of Net Assets, such liabilities are required to be recorded in the period in which they are incurred. However, in accordance with the rules and regulations that govern the School District in the formulation of their annual budget (see Note 1), compensated absences, capital leases payable and accrued interest payable that relate to future services, or that are contingent on a specific event outside the control of the School District and its employees, are funded in the period in which such services are rendered or in which such events take place. Therefore, this deficit in unrestricted net assets for governmental activities does not indicate that the School District is facing financial difficulties.

23. FUND BALANCES

Reserved

Reservations of fund balances of governmental funds are established to either (1) satisfy legal covenants that require a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriable for future expenditures. Specific reservations of fund balance are summarized below:

Encumbrances – The reserve for encumbrances was created to represent encumbrances outstanding at the end of the fiscal year based on purchase orders and contracts signed by the School District but not completed as of the close of the fiscal year. At June 30, 2010 \$248,025 has been reserved for this purpose in the General Fund, \$26,680 in the Special Revenue Fund and \$12,105 in the Capital Projects Fund.

Capital Reserve – As of June 30, 2010, the balance in the capital reserve account is \$234,204. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan.

Tuition Reserve – In accordance with N.J.A.C. 6A:23-3.1(f)(8), the School District has restricted fund balance at June 30, 2010 in the amount of \$430,000 in a legal reserve for tuition adjustments. This reserve represents foreseeable future tuition adjustments up to a maximum of 10% of the estimated tuition cost of the respective contract year (2010).

Reserved for Excess Surplus – In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of reserved fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund, fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2010 is \$1,348,469.

Unreserved

General Fund – Of the \$1,629,118 unreserved General Fund, fund balance at June 30, 2010, \$1,077,502 has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2011 and \$551,616 is undesignated.

Capital Projects Fund – All of the \$346,017 unreserved Capital Projects Fund, fund balance at June 30, 2010 is available to be utilized on the projects that were approved by referendum.

Debt Service Fund – All of the \$58,084 unreserved Debt Service Fund, fund balance at June 30, 2010 is undesignated.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2010**

24. LOAN PAYABLE – STATE SCHOOL AID ANTICIPATION NOTE

N.J.S.A. 18A:22-44.2, states that if a board of education of a school district is notified by the Commissioner of Education that one or more June state school aid payments will not be made until the following school budget year, and the school district demonstrates through a written application to the commissioner the need to borrow and the commissioner approves the application, the board may borrow on or before June 30 of the current school budget year but not earlier than June 8 of the current school budget year a sum not exceeding the amount of the delayed state school aid payments, and may execute and deliver promissory notes therefore through private sale or delivery thereof. In accordance with this statute, on June 8, 2010, the School District issued a State School Aid Anticipation Note in the amount of \$991,385 at an annual interest rate of 1.5% with a maturity date of July 6, 2010. The State of New Jersey shall pay on behalf of the School District the required interest due on the Note.

Required Supplementary Information - Part II

Budgetary Comparison Schedules

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local Tax Levy	\$ 13,519,912		\$ 13,519,912	\$ 13,519,912	
Tuition	4,311,690		4,311,690	4,648,623	\$ 336,933
Interest earned on capital reserve funds	3,000		3,000	5,579	2,579
Unrestricted misc. revenues	111,267		111,267	142,054	30,787
Total local sources	17,945,869		17,945,869	18,316,168	370,299
State sources:					
Categorical special education aid	845,474		845,474	845,474	
Equalization aid	7,698,359	\$ (1,917,515)	5,780,844	6,301,522	520,678
Categorical security aid	225,541		225,541	225,541	
Adjustment aid	2,012,434	(201,243)	1,811,191	1,308,082	(503,109)
Categorical transportation aid	179,748		179,748	162,179	(17,569)
Extraordinary aid	2,942		2,942	22,033	19,091
On-behalf TPAF pension contri. (non-budgeted)				945,104	945,104
Reimbursed TPAF social security contribution (non-budgeted)				1,060,491	1,060,491
Total state sources	10,964,498	(2,118,758)	8,845,740	10,870,426	2,024,686
Federal sources:					
Education Stabilization Fund		1,344,779	1,344,779	1,344,779	
Government Services Fund		52,058	52,058	52,058	
Medicaid reimbursement	33,111		33,111	39,423	6,312
Total federal sources	33,111	1,396,837	1,429,948	1,436,260	6,312
TOTAL REVENUES	28,943,478	(721,921)	28,221,557	30,622,854	2,401,297
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Preschool	53,260	(379)	52,881	52,690	191
Kindergarten	350,073	94,200	444,273	442,520	1,753
Grades 1-5	2,855,370	(293,409)	2,561,961	2,512,461	49,500
Grades 6-8	1,702,049	(55,307)	1,646,742	1,642,574	4,168
Grades 9-12	3,706,241	7,058	3,713,299	3,711,757	1,542
Regular Programs - Home Instruction:					
Salaries of teachers	28,000	(11,415)	16,585	15,356	1,229
Purchased professional - educ services	3,500	6,853	10,353	9,155	1,198
Regular Programs - Undistributed Instruction:					
Other salaries for instruction	90,278	37,131	127,409	127,409	
Purchased professional - educ services	6,000	11,150	17,150	11,372	5,778
Purchased technical services	47,426	4,396	51,822	45,242	6,580
Other purchased services	106,170	(1,159)	105,011	93,775	11,236
General supplies	426,678	37,717	464,395	396,692	67,703
Textbooks	196,780	(32,628)	164,152	152,587	11,565
Other objects	12,050		12,050	4,412	7,638
Total - Regular Programs - Instruction	9,583,875	(195,792)	9,388,083	9,218,002	170,081

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

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education Instruction:					
Behavior Disabilities					
Salaries of teachers	\$ 76,620	\$ 4,200	\$ 80,820	\$ 79,042	\$ 1,778
Total behavioral disabilities	76,620	4,200	80,820	79,042	1,778
Multiple Disabilities:					
Salaries of teachers	138,663	2,392	141,055	140,704	351
Other salaries for instruction	98,916	9	98,925	89,201	9,724
General supplies	4,609	2,428	7,037	5,444	1,593
Textbooks	2,960	12,795	15,755	15,632	123
Total multiple disabilities	245,148	17,624	262,772	250,981	11,791
Resource room/resource center:					
Salaries of teachers	1,275,753	(44,009)	1,231,744	1,231,744	
Other salaries for instruction	111,264	16,202	127,466	125,619	1,847
Purchased prof. educational services	2,400	(2,296)	104		104
General supplies	3,000	7,278	10,278	9,613	665
Textbooks		1,603	1,603	954	649
Total resource room/resource center	1,392,417	(21,222)	1,371,195	1,367,930	3,265
Autism:					
Salaries of teachers	59,460	41,156	100,616	99,656	960
Other salaries for instruction	19,916	39,520	59,436	55,912	3,524
Total autism	79,376	80,676	160,052	155,568	4,484
Preschool Disabilities - Part-Time:					
Salaries of teachers	57,462		57,462	54,910	2,552
Other salaries for instruction	39,330		39,330	27,977	11,353
General supplies	500		500		500
Other objects	450		450		450
Total preschool disabilities - part-time	97,742		97,742	82,887	14,855
Home Instruction					
Salaries of teachers	31,500	16,645	48,145	39,847	8,298
Purchased prof. educational services	31,500	(15,000)	16,500	4,823	11,677
Total home instruction	63,000	1,645	64,645	44,670	19,975
Total Special Education - Instruction	1,954,303	82,923	2,037,226	1,981,078	56,148
Basic Skills/Remedial - Instruction					
Salaries of teachers	592,458		592,458	566,352	26,106
Other purchased services	500		500	326	174
General supplies	13,497		13,497	5,185	8,312
Total basic skills/remedial - instruction	606,455		606,455	571,863	34,592
Bilingual Education - Instruction					
Salaries of teachers	136,632		136,632	124,397	12,235
Other purchased services	250		250		250
General supplies	5,459		5,459	4,055	1,404
Total bilingual education - instruction	142,341		142,341	128,452	13,889

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

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Sponsored Cocurricular Act - Instruction:					
Salaries of teachers	\$ 248,161	\$ 9,907	\$ 258,068	\$ 258,068	
Purchased services	1,600		1,600	600	\$ 1,000
Supplies and materials	19,925	359	20,284	10,151	10,133
Other objects	11,698		11,698	4,681	7,017
Total school-sponsored cocurr. act. - instruc.	281,384	10,266	291,650	273,500	18,150
School-Sponsored Athletics - Instruction:					
Salaries of teachers	459,715	(16,418)	443,297	443,297	
Purchased services	101,632	(2,050)	99,582	92,248	7,334
Supplies and materials		38,757	38,757	34,937	3,820
Other objects	11,310		11,310	10,436	874
Total school-sponsored athletics - instruc.	572,657	20,289	592,946	580,918	12,028
Total Instruction	13,141,015	(82,314)	13,058,701	12,753,813	304,888
Undistributed Expenditures - Instruction					
Tuition to other LEA's within the state - regular		53,639	53,639	38,207	15,432
Tuition to county voc. school district - regular	5,000		5,000	5,000	
Tuition to CSSD & reg. day schools	480,970	(67,230)	413,740	420,214	(6,474)
Tuition to priv. sch. for the disabled in state	629,094	(484,178)	144,916	142,064	2,852
Tuition - state facilities	66,000	(30,750)	35,250	35,250	
Tuition - other	55,890	58,344	114,234	89,866	24,368
Total undistributed expenditures - instruction	1,236,954	(470,175)	766,779	730,601	36,178
Attendance and Social Work:					
Salaries	36,941	10,965	47,906	47,906	
Purchased professional and tech. services	30,000		30,000	25,000	5,000
Total attendance and social work	66,941	10,965	77,906	72,906	5,000
Health Services:					
Salaries	318,738	34,113	352,851	342,066	10,785
Purchased professional and tech. services	22,000	450	22,450	20,294	2,156
Other purchased services	200	400	600	332	268
Supplies and materials	8,522	(1,101)	7,421	5,199	2,222
Total health services	349,460	33,862	383,322	367,891	15,431
Speech, OT, PT & Related Services:					
Salaries	219,505	26,920	246,425	242,293	4,132
Purchased professional and educ. services	54,000	(2,147)	51,853	45,651	6,202
Supplies and materials	9,200		9,200	6,554	2,646
Total speech, ot, pt, & related services	282,705	24,773	307,478	294,498	12,980
Other Support Services Student - Extra:					
Salaries	161,412	32,248	193,660	193,023	637
Purchased professional - educ. services	66,800	20,339	87,139	15,596	71,543
Total other support services student - extra	228,212	52,587	280,799	208,619	72,180

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

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Guidance:					
Salaries of other professional staff	\$ 617,530	\$ (24,636)	\$ 592,894	\$ 581,481	\$ 11,413
Salaries of secretarial and clerical assistants	96,704	7,916	104,620	101,620	3,000
Purchased professional - educ. services	53,220	24,226	77,446	71,381	6,065
Other purchased prof. and tech. services	37,837	(2,909)	34,728	33,818	910
Other purchased services	300		300		300
Supplies and materials	8,800		8,800	4,691	4,109
Other objects	6,820	3,730	10,550	10,550	
Total guidance	821,011	8,327	829,338	803,541	25,797
Child Study Teams:					
Salaries of other professional staff	527,286	48,343	575,629	572,290	3,339
Salaries of secretarial and clerical assistants	75,884		75,884	73,331	2,553
Purchased professional - educ services	41,150	(6,778)	34,372	4,818	29,554
Miscellaneous purchased services	4,500		4,500	1,204	3,296
Supplies and materials	7,000	529	7,529	7,381	148
Other objects	9,417		9,417		9,417
Total child study teams	665,237	42,094	707,331	659,024	48,307
Improvement of Instructional Services:					
Salaries of supervisor of instruction	210,265	40,893	251,158	248,320	2,838
Salaries of other professional staff	10,560	10,180	20,740	16,065	4,675
Salaries of secretarial and clerical assistants	17,036	1,494	18,530	18,030	500
Supplies and materials	2,000	710	2,710	2,026	684
Total improvement of instructional services	239,861	53,277	293,138	284,441	8,697
Educational Media Services/School Library:					
Salaries	214,256	87,736	301,992	298,657	3,335
Other purchased services	5,900	255	6,155	6,045	110
Supplies and materials	35,385	166	35,551	31,776	3,775
Total educational media services/school library	255,541	88,157	343,698	336,478	7,220
Instructional Staff Training Services:					
Salaries of supervisors of instruction	210,265	40,893	251,158	248,319	2,839
Salaries of other professional staff	4,600		4,600	3,887	713
Salaries of secretarial and clerical assistants	17,036	1,494	18,530	18,030	500
Other salaries	8,435	(7,811)	624	624	
Purchased professional - educ. services		1,000	1,000		1,000
Other purchased services (400-500 series)	27,400	500	27,900	11,377	16,523
Supplies	2,500	(2,500)			
Total instructional staff training services	270,236	33,576	303,812	282,237	21,575
General Administration:					
Salaries	296,626	11,709	308,335	300,390	7,945
Legal services	40,000	19,277	59,277	58,193	1,084
Audit fees	31,000		31,000	28,500	2,500
Other purchased professional services	25,000	(2,441)	22,559	5,627	16,932
Communications / telephone	80,845	(1,000)	79,845	57,838	22,007
BOE other purchased services	1,700		1,700	9	1,691
Other purchased services	105,700	(7,860)	97,840	71,845	25,995
Supplies	6,000		6,000	1,287	4,713
Miscellaneous expenditures	25,000		25,000	5,996	19,004
BOE membership dues and fees	15,000		15,000	14,921	79
Total general administration	626,871	19,685	646,556	544,606	101,950

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

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School Administration:					
Salaries of principals/assist. principals	\$ 1,002,500	\$ (83,300)	\$ 919,200	\$ 916,000	\$ 3,200
Salaries of secretarial and clerical assistants	375,321	16,464	391,785	375,191	16,594
Other purchased services	35,000	(385)	34,615	7,519	27,096
Supplies and materials	18,808	112	18,920	7,303	11,617
Other objects	9,500		9,500	2,963	6,537
Total school administration	1,441,129	(67,109)	1,374,020	1,308,976	65,044
Central Services:					
Salaries	301,893		301,893	298,008	3,885
Purchased professional services	27,000		27,000	11,870	15,130
Purchased technical services	41,750	(4,702)	37,048	16,677	20,371
Miscellaneous purchased services	1,800		1,800	700	1,100
Supplies	13,000	(4,614)	8,386	6,118	2,268
Miscellaneous expenditures	4,865	(900)	4,065	1,930	2,135
Total central services	390,408	(10,216)	380,192	335,303	44,889
Administrative Inform. Technology:					
Salaries	13,857		13,857	13,563	294
Total administrative inform. technology	13,857		13,857	13,563	294
Required Maintenance School Facilities:					
Cleaning, repair, and maintenance services	169,250	(5,700)	163,550	104,366	59,184
General supplies	131,050	(3,500)	127,550	124,037	3,513
Other objects	168,300	2,502	170,802	168,120	2,682
Total required maintenance school facilities	468,600	(6,698)	461,902	396,523	65,379
Custodial Services:					
Salaries	1,851,573	(60,804)	1,790,769	1,639,068	151,701
Purchased professional and tech. services	34,615	(1,500)	33,115	26,604	6,511
Cleaning, repair, and maintenance services	64,850	(400)	64,450	53,381	11,069
Other purchased property services	62,500		62,500	60,404	2,096
Insurance	98,000	16,882	114,882	108,381	6,501
Miscellaneous purchased services	6,450		6,450	4,315	2,135
General supplies	111,800	9,100	120,900	114,711	6,189
Energy (Natural Gas)		557,303	557,303	557,303	
Energy (Electricity)	700,000	(546,719)	153,281	153,281	
Other objects	11,840	2,500	14,340	4,647	9,693
Total custodial services	2,941,628	(23,638)	2,917,990	2,722,095	195,895
Security:					
Salaries	20,000		20,000	12,218	7,782
Total security	20,000	(1,454)	3,790,264	3,568,570	221,694
Total operation & maint. of plant services	3,430,228	(30,336)	3,399,892	3,130,836	269,056
Student Transportation Services:					
Management fee - ESC trans. program	15,450		15,450	14,218	1,232
Contr serv (bet. home and school) - Vendors	3,000	1,565	4,565	4,565	
Contr. serv. (not bet. home & school) - Vendors	125,058	(14,874)	110,184	83,755	26,429
Contr. serv. (special ed. students.) - ESC	530,000	(170,728)	359,272	359,272	
Total student transportation services	673,508	(184,037)	489,471	461,810	27,661

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

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Unallocated Benefits - Employee Benefits:					
Social security contributions	\$ 363,945	\$ 48,259	\$ 412,204	\$ 409,259	\$ 2,945
Other retirement contributions - regular	292,562		292,562	263,278	29,284
Unemployment compensation		4,000	4,000	4,000	
Workmen's compensation	230,000	(25,510)	204,490	196,338	8,152
Health benefits	4,180,221	(181,058)	3,999,163	3,679,581	319,582
Tuition reimbursement	47,050		47,050	45,040	2,010
Other employee benefits	75,580	92,793	168,373	67,876	100,497
Total unallocated benefits - employee benefits	<u>5,189,358</u>	<u>(61,516)</u>	<u>5,127,842</u>	<u>4,665,372</u>	<u>462,470</u>
On-behalf TPAF pension contr. (non-budgeted)				945,104	(945,104)
Reimbursed TPAF social security contr. (non-budgeted)				1,060,491	(1,060,491)
Total Undistributed Expenditures	<u>16,181,517</u>	<u>(456,086)</u>	<u>15,725,431</u>	<u>16,506,297</u>	<u>(780,866)</u>
Total General Current Expense	<u>29,322,532</u>	<u>(538,400)</u>	<u>28,784,132</u>	<u>29,260,110</u>	<u>(475,978)</u>
CAPITAL OUTLAY:					
Interest Deposit to Capital Reserve	<u>3,000</u>		<u>3,000</u>		<u>3,000</u>
Equipment:					
Grades 6-8	4,346	140	4,486	2,725	1,761
Grades 9-12	19,260	33,296	52,556	42,089	10,467
School sponsored and other instr. program	13,500	(6,000)	7,500	5,642	1,858
Required maintenance for school facilities	18,200	19,047	37,247	33,856	3,391
Total Equipment	<u>55,306</u>	<u>46,483</u>	<u>101,789</u>	<u>84,312</u>	<u>17,477</u>
Facilities Acquisition and Constr. Services					
Construction services	<u>187,500</u>	<u>(21,368)</u>	<u>166,132</u>		<u>166,132</u>
Total Facilities Acquisition and Constr. Serv.	<u>187,500</u>	<u>(21,368)</u>	<u>166,132</u>		<u>166,132</u>
Total Capital Outlay	<u>245,806</u>	<u>25,115</u>	<u>270,921</u>	<u>84,312</u>	<u>186,609</u>
SPECIAL SCHOOLS - SUMMER:					
Instruction:					
Salaries of teachers	48,502	3,455	51,957	14,925	37,032
Other purchased services		2,820	2,820		2,820
General supplies	963	1,600	2,563	1,781	782
Total summer school - instruction	<u>49,465</u>	<u>7,875</u>	<u>57,340</u>	<u>16,706</u>	<u>40,634</u>
Total Special Schools	<u>49,465</u>	<u>7,875</u>	<u>57,340</u>	<u>16,706</u>	<u>40,634</u>

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

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2010

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
TRANSFER TO CHARTER SCHOOLS	\$ 25,675	\$ 75,172	\$ 100,847	\$ 100,847	
TOTAL EXPENDITURES	<u>29,643,478</u>	<u>(430,238)</u>	<u>29,213,240</u>	<u>29,461,975</u>	<u>\$ (248,735)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>(700,000)</u>	<u>(291,683)</u>	<u>(991,683)</u>	<u>1,160,879</u>	<u>2,152,562</u>
Other Financing Sources:					
Operating transfers out - Capital Projects		(124,657)	(124,657)	(120,477)	(4,180)
Operating transfers out - Food Services Fund	(50,000)		(50,000)	(3,942)	46,058
Total other financing sources	<u>(50,000)</u>	<u>(124,657)</u>	<u>(174,657)</u>	<u>(124,419)</u>	<u>41,878</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(750,000)	(416,340)	(1,166,340)	1,036,460	2,194,440
Fund Balance - July 1, 2009	<u>2,853,356</u>		<u>2,853,356</u>	<u>2,853,356</u>	
Fund Balance - June 30, 2010	<u>\$ 2,103,356</u>	<u>\$ (416,340)</u>	<u>\$ 1,687,016</u>	<u>\$ 3,889,816</u>	<u>\$ 2,194,440</u>
Recapitulation:					
Reserve for Encumbrances				\$ 248,025	
Reserve for Excess Surplus				1,348,469	
Capital Reserve				234,204	
Tuition Reserve				430,000	
Unreserved:					
Designated for Subsequent Year's Expenditures				1,077,502	
Undesignated				551,616	
				<u>3,889,816</u>	
Last State Aid Payment not Recognized on a GAAP Basis				<u>(1,071,429)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 2,818,387</u>	

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

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
American Recovery & Reinvestment Act - Education Stabilization Funds
General Fund
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Federal sources:					
Education Stabilization Funds		\$ 1,344,779	\$ 1,344,779	\$ 1,344,779	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues		1,344,779	1,344,779	1,344,779	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Grades 9-12		1,344,779	1,344,779	1,344,779	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total - Regular Programs - Instruction		1,344,779	1,344,779	1,344,779	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures		1,344,779	1,344,779	1,344,779	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
American Recovery & Reinvestment Act - Government Services Fund
General Fund
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Federal sources:					
Government Services Funds		\$ 52,058	\$ 52,058	\$ 52,058	
Total Revenues		<u>52,058</u>	<u>52,058</u>	<u>52,058</u>	
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers Grades 9-12		52,058	52,058	52,058	
Total - Regular Programs - Instruction		<u>52,058</u>	<u>52,058</u>	<u>52,058</u>	
Total Expenditures		<u>52,058</u>	<u>52,058</u>	<u>52,058</u>	
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State sources	\$ 163,122		\$ 163,122	\$ 115,857	\$ (47,265)
Federal sources	1,237,244		1,237,244	1,230,220	(7,024)
Total Revenues	1,400,366		1,400,366	1,346,077	(54,289)
EXPENDITURES:					
Instruction:					
Salaries of teachers	253,814		253,814	253,814	
Purchased prof. - tech. serv.	74,474		74,474	60,672	13,802
Purchased prof. - educ. services	6,360		6,360	6,360	
Other purchased services	97,883		97,883	78,292	19,591
Tuition	538,347		538,347	538,347	
Textbooks	9,440		9,440	5,616	3,824
General supplies	228,059		228,059	226,491	1,568
Total instruction	1,208,377		1,208,377	1,169,592	38,785
Support services:					
Salaries of supervisor of instruction	7,800		7,800	7,800	
Salaries of other professional staff	10,805		10,805	10,805	
Personal services - employee benefits	50,449		50,449	50,422	27
Purchased professional - tech. services	39,436		39,436	32,620	6,816
Purchased professional - educ. services	23,382		23,382	23,382	
Other purchased services	32,058		32,058	26,352	5,706
Travel	5,513		5,513	5,513	
Supplies and materials	22,546		22,546	19,591	2,955
Total support services	191,989		191,989	176,485	15,504
Facilities acquisition and construction services:					
Instructional equipment					
Noninstructional equipment					
Total facilities acq. and const. services					
Total Expenditures	1,400,366		1,400,366	1,346,077	54,289
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	---	---	---	---	---

COLLINGSWOOD SCHOOL DISTRICT
Notes to Required Supplementary Information
Budgetary Comparison
For the Fiscal Year Ended June 30, 2010

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules	\$ 30,622,854	\$ 1,346,077
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in current year, previously recognized for budgetary purposes.	978,393	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(1,071,429)	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 30,529,818</u>	<u>\$ 1,346,077</u>
 Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 29,461,975	\$ 1,346,077
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		3,235
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 29,461,975</u>	<u>\$ 1,349,312</u>

Other Supplementary Information

**Special Revenue Fund
Detail Statements**

The Special Revenue Fund is used to account for proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted for specific purposes.

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2010

	<u>Total Other Prog. (See E-1A)</u>	<u>Total Other Prog. (See E-1B)</u>	<u>Total Other Prog. (See E-1C)</u>	<u>Total Other Prog. (See E-1D)</u>	<u>Totals</u>
REVENUES:					
State sources	\$ 107,852	\$ 8,005			\$ 115,857
Federal sources			\$ 66,969	\$1,163,251	1,230,220
Total Revenues	<u>107,852</u>	<u>8,005</u>	<u>66,969</u>	<u>1,163,251</u>	<u>1,346,077</u>
EXPENDITURES:					
Instruction:					
Salaries of teachers		40		253,774	253,814
Purchased prof. - tech. serv.	32,875			27,797	60,672
Purchased prof. - educ. services				6,360	6,360
Tuition				538,347	538,347
Other purchased services	58,167	387		19,738	78,292
Textbooks	5,616				5,616
General supplies		4,474	348	221,669	226,491
Total instruction	<u>96,658</u>	<u>4,901</u>	<u>348</u>	<u>1,067,685</u>	<u>1,169,592</u>
Support services:					
Salaries - supervisor of instruction				7,800	7,800
Salaries of other professional staff		1,910	8,895		10,805
Personal services - employee benefits		40		50,382	50,422
Purchased prof. - tech. serv.			1,114	31,506	32,620
Purchased prof. - educ. services			23,382		23,382
Other purchased services	11,194		9,673	5,485	26,352
Travel			5,513		5,513
Supplies and materials		1,154	18,044	393	19,591
Total support services	<u>11,194</u>	<u>3,104</u>	<u>66,621</u>	<u>95,566</u>	<u>176,485</u>
Facilities acquisition and const. serv.:					
Instructional equipment					
Total facilities acq. and const. serv.					
Total Expenditures	<u>107,852</u>	<u>8,005</u>	<u>66,969</u>	<u>1,163,251</u>	<u>1,346,077</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>

**COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2010**

	Nonpublic Comp. Ed.	Nonpublic CST	Nonpublic ESL	Nonpublic Speech	Nonpublic Supplemental Instruction	Nonpublic Textbooks	Nonpublic Nursing	Total
REVENUES:								
State sources	\$ 56,223	\$ 15,964	\$ 1,944	\$ 9,794	\$ 7,117	\$ 5,616	\$ 11,194	\$ 107,852
Federal sources								
Total Revenues	<u>56,223</u>	<u>15,964</u>	<u>1,944</u>	<u>9,794</u>	<u>7,117</u>	<u>5,616</u>	<u>11,194</u>	<u>107,852</u>
EXPENDITURES:								
Instruction:								
Purchased prof. and tech. serv.		15,964		9,794	7,117			32,875
Other purchased services	56,223		1,944					58,167
Textbooks						5,616		5,616
Total instruction	<u>56,223</u>	<u>15,964</u>	<u>1,944</u>			<u>5,616</u>		<u>96,658</u>
Support services:								
Other purchased services							11,194	11,194
Total support services							<u>11,194</u>	<u>11,194</u>
Facilities acquisition and const. serv.:								
Instructional equipment								
Total facilities acq. and const. serv.								
Total Expenditures	<u>56,223</u>	<u>15,964</u>	<u>1,944</u>			<u>5,616</u>	<u>11,194</u>	<u>107,852</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2010

	Rebel Current	Rebel 2 Current	Home Instruction	Autism Grant Carryover	Autism Grant	Fostering Change in School Culture Through Char. Ed. Carryover	Art Grant Carryover	Total
REVENUES:								
State sources	\$ 1,500	\$ 1,500	\$ 387	\$ 2,152	\$ 150	\$ 2,252	\$ 64	\$ 8,005
Federal sources								
Total Revenues	1,500	1,500	387	2,152	150	2,252	64	8,005
EXPENDITURES:								
Instruction:								
Salaries of teachers						40		40
Purchased services			387					387
General supplies				2,152	150	2,172		4,474
Total instruction			387	2,152	150	2,212		4,901
Support services:								
Salaries	910	1,000						1,910
Personal services-employee benefits						40		40
General supplies	590	500					64	1,154
Total support services	1,500	1,500				40	64	3,104
Facilities acquisition and const. serv.:								
Instructional equipment								
Total facilities acq. and const. serv.								
Total Expenditures	1,500	1,500	387	2,152	150	2,252	64	8,005
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	---	---	---	---	---	---	---	---

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2010

	Title II A Carryover	Title IIA	Title II D Carryover	Title III Carryover	Title IV	Title IV Carryover	National School of Character	Total
REVENUES:								
State sources								
Federal sources	\$ 39,929	\$ 18,405	\$ 45	\$ 1,022	\$ 6,363	\$ 1,114	\$ 91	\$ 66,969
Total Revenues	39,929	18,405	45	1,022	6,363	1,114	91	66,969
EXPENDITURES:								
Instruction:								
General supplies				348				348
Total instruction				348				348
Support services:								
Salaries - other professional staff	8,895							8,895
Purchased prof. - educ. services	6,296	10,723			6,363			23,382
Purchased prof. - tech. services						1,114		1,114
Other purchased services	6,691	2,308		674				9,673
Travel	5,513							5,513
General supplies	12,534	5,374	45				91	18,044
Total support services	39,929	18,405	45	674	6,363	1,114	91	66,621
Facilities acquisition and const. serv.:								
Instructional equipment								
Total facilities acq. and const. serv.								
Total Expenditures	39,929	18,405	45	1,022	6,363	1,114	91	66,969
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	---	---	---	---	---	---	---	---

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2010

	<u>Title I</u>	<u>Title I Carryover</u>	<u>ARRA Title I</u>	<u>IDEA Basic</u>	<u>IDEA Basic Carryover</u>	<u>ARRA IDEA Basic</u>	<u>IDEA Preschool</u>	<u>Total</u>
REVENUES:								
State sources								
Federal sources	\$ 323,715	\$ 18,458	\$ 63,597	\$ 430,828	\$ 3	\$ 315,820	\$ 10,830	\$ 1,163,251
Total Revenues	323,715	18,458	63,597	430,828	3	315,820	10,830	1,163,251
EXPENDITURES:								
Instruction:								
Salaries of teachers	240,562	13,212						253,774
Purchased prof. - tech. services				11,000		11,000	5,797	27,797
Purchased prof. - edu. services		1,560				4,800		6,360
Other purchased services			9,850			9,888		19,738
Tuition				413,344	3	125,000		538,347
General supplies	8,108	671	53,747			154,110	5,033	221,669
Total instruction	248,670	15,443	63,597	424,344	3	304,798	10,830	1,067,685
Support services:								
Salaries - supervisor of instruction	7,800							7,800
Personal services-employee benefits	50,382							50,382
Purchased prof. - tech. services	14,000			6,484		11,022		31,506
Other purchased services	2,628	2,857						5,485
Supplies	235	158						393
Total support services	75,045	3,015		6,484		11,022		95,566
Facilities acquisition and const. serv.:								
Instructional equipment								
Total facilities acq. and const. serv.								
Total Expenditures	323,715	18,458	63,597	430,828	3	315,820	10,830	1,163,251
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	---	---	---	---	---	---	---	---

**Capital Projects Fund
Detail Statements**

The Capital Projects Fund is used to account for the acquisition, construction and/or renovation of major facilities and equipment purchases other than those financed by Proprietary Funds.

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year ended June 30, 2010

Revenues and Other Financing Sources:

Interest earned on investments	\$ 38,651
Cancellation of prior year arbitrage rebate	19,432
State aid	96,803
Transfer from General Fund - Capital Outlay	<u>120,477</u>
Total revenues and other financing sources	<u>275,363</u>

Expenditures and Other Financing (Uses):

Purchased professional services	25,943
Construction services	339,148
Transfer to debt service fund	<u>58,083</u>
Total expenditures and other financing (uses)	<u>423,174</u>

Excess (deficiency) or revenues over (under) expenditures (147,811)

Fund Balance - July 1, 2009 505,933

Fund Balance - June 30, 2010 \$ 358,122

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Thoams Sharp School Roof Replacement
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant		\$ 96,803	\$ 96,803	\$ 96,803
Transfer from capital outlay		120,477	120,477	120,477
Total revenues	<u>0</u>	<u>217,280</u>	<u>217,280</u>	<u>217,280</u>
Expenditures and Other Financing Uses:				
Construction services		217,280	217,280	217,280
	<u>0</u>	<u>217,280</u>	<u>217,280</u>	<u>217,280</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional project information:

Project Number	0940-070-09-1001
Grant Date	06/02/09
Bond Authorization Date	N/A
Bonds Authorized	\$ -
Bonds Issued	\$ -
Original Authorized Cost	\$ 242,007
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 242,007
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	100.00%
Original target completion date	06/30/10
Revised target completion date	06/30/10

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
High School Additions and Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 8,581,512		\$ 8,581,512	\$ 8,581,512
Transfer from capital reserve	786		786	786
Bond proceeds	12,666,451		12,666,451	12,666,451
Refund of prior year expenditures	93,847		93,847	93,847
Total revenues	<u>21,342,596</u>		<u>21,342,596</u>	<u>21,342,596</u>
Expenditures and Other Financing Uses:				
Salaries	54,460		54,460	54,460
Purchased professional services	1,835,294	\$ 2,106	1,837,400	1,837,400
Construction services	19,403,133	22,832	19,425,965	19,425,965
	<u>21,292,887</u>	<u>24,938</u>	<u>21,317,825</u>	<u>21,317,825</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 49,709</u>	<u>\$ (24,938)</u>	<u>\$ 24,771</u>	<u>\$ 24,771</u>
Additional project information:				
Project Number	0940-030-05-0ALD			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 12,667,245			
Bonds Issued	\$ 12,666,459			
Original Authorized Cost	\$ 21,248,757			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 21,248,757			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/07			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Middle School Additions and Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 2,446,390		\$ 2,446,390	\$ 2,446,390
Bond proceeds	3,602,167		3,602,167	3,602,167
Total revenues	<u>6,048,557</u>		<u>6,048,557</u>	<u>6,048,557</u>
Expenditures and Other Financing Uses:				
Salaries	18,800		18,800	18,800
Purchased professional services	575,661	\$ 23,838	599,499	599,499
Construction services	5,229,559	92,615	5,322,174	5,322,174
	<u>5,824,020</u>	<u>116,453</u>	<u>5,940,473</u>	<u>5,940,473</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 224,537</u>	<u>\$ (116,453)</u>	<u>\$ 108,084</u>	<u>\$ 108,084</u>
Additional project information:				
Project Number	0940-040-05-0ALF			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 3,602,167			
Bonds Issued	\$ 3,602,167			
Original Authorized Cost	\$ 6,048,557			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 6,048,557			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/07			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
James A. Garfield School Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 409,989		\$ 409,989	\$ 409,989
Bond proceeds	603,684		603,684	603,684
Total revenues	<u>1,013,673</u>	<u> </u>	<u>1,013,673</u>	<u>1,013,673</u>
Expenditures and Other Financing Uses:				
Salaries	2,500		2,500	2,500
Purchased professional services	72,089		72,089	72,089
Construction services	950,451		950,451	950,451
	<u>1,025,040</u>	<u> </u>	<u>1,025,040</u>	<u>1,025,040</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ (11,367)</u>	<u>\$ -</u>	<u>\$ (11,367)</u>	<u>\$ (11,367)</u>
Additional project information:				
Project Number	0940-050-05-0ALF			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 603,684			
Bonds Issued	\$ 603,684			
Original Authorized Cost	\$ 1,013,673			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,013,673			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/06			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Mark Newbie School Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 616,604		\$ 616,604	\$ 616,604
Bond proceeds	907,914		907,914	907,914
Total revenues	<u>1,524,518</u>	<u> </u>	<u>1,524,518</u>	<u>1,524,518</u>
Expenditures and Other Financing Uses:				
Salaries	2,500		2,500	2,500
Purchased professional services	109,395		109,395	109,395
Construction services	1,324,531		1,324,531	1,324,531
	<u>1,436,426</u>	<u> </u>	<u>1,436,426</u>	<u>1,436,426</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 88,092</u>	<u>\$ -</u>	<u>\$ 88,092</u>	<u>\$ 88,092</u>
Additional project information:				
Project Number	0940-060-05-0ALG			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 907,914			
Bonds Issued	\$ 907,914			
Original Authorized Cost	\$ 1,524,518			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,524,518			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/06			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Thomas Sharp School Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 613,457		\$ 613,457	\$ 613,457
Bond proceeds	903,279		903,279	903,279
Total revenues	<u>1,516,736</u>		<u>1,516,736</u>	<u>1,516,736</u>
Expenditures and Other Financing Uses:				
Salaries	2,500		2,500	2,500
Purchased professional services	104,709		104,709	104,709
Construction services	1,343,308		1,343,308	1,343,308
	<u>1,450,517</u>		<u>1,450,517</u>	<u>1,450,517</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 66,219</u>	<u>\$ -</u>	<u>\$ 66,219</u>	<u>\$ 66,219</u>
Additional project information:				
Project Number	0940-070-05-0ALH			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 903,279			
Bonds Issued	\$ 903,279			
Original Authorized Cost	\$ 1,516,736			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,516,736			
Percentage Increase over Original				
Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/06			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
William P. Tatem School Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 518,724		\$ 518,724	\$ 518,724
Bond proceeds	763,792		763,792	763,792
Total revenues	<u>1,282,516</u>		<u>1,282,516</u>	<u>1,282,516</u>
 Expenditures and Other Financing Uses:				
Salaries	2,500		2,500	2,500
Purchased professional services	88,798		88,798	88,798
Construction services	1,132,219	\$ 6,420	1,138,639	1,138,639
	<u>1,223,517</u>	<u>6,420</u>	<u>1,229,937</u>	<u>1,229,937</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 58,999</u>	<u>\$ (6,420)</u>	<u>\$ 52,579</u>	<u>\$ 52,579</u>
 Additional project information:				
Project Number	0940-080-05-0ALI			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 763,792			
Bonds Issued	\$ 763,792			
Original Authorized Cost	\$ 1,282,516			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,282,516			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/06			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Zane North School Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 494,896		\$ 494,896	\$ 494,896
Bond proceeds	728,713		728,713	728,713
Total revenues	<u>1,223,609</u>	<u> </u>	<u>1,223,609</u>	<u>1,223,609</u>
Expenditures and Other Financing Uses:				
Salaries	2,500		2,500	2,500
Purchased professional services	84,763		84,763	84,763
Construction services	1,136,346		1,136,346	1,136,346
	<u>1,223,609</u>	<u> </u>	<u>1,223,609</u>	<u>1,223,609</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Additional project information:				
Project Number	0940-090-05-0ALJ			
Grant Date	02/25/05			
Bond Authorization Date	06/01/05			
Bonds Authorized	\$ 728,705			
Bonds Issued	\$ 728,705			
Original Authorized Cost	\$ 1,223,601			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,223,601			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original target completion date	09/30/06			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Mark Newbie School Office Relocation
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SCC Grant	\$ 100,831		\$ 100,831	\$ 100,831
Transfer from Capital Reserve	45,250		45,250	45,250
Transfer from Capital Projects	120,792		120,792	120,792
Total revenues	<u>266,873</u>	<u> </u>	<u>266,873</u>	<u>266,873</u>
Expenditures and Other Financing Uses:				
Construction costs	260,846		260,846	260,846
Other objects	985		985	985
	<u>261,831</u>	<u> </u>	<u>261,831</u>	<u>261,831</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 5,042</u>	<u>\$ -</u>	<u>\$ 5,042</u>	<u>\$ 5,042</u>
Additional project information:				
Project Number	0940-060-05-0DAJ			
Grant Date	02/25/05			
Bond Authorization Date	N/A			
Bonds Authorized	\$ -			
Bonds Issued	\$ -			
Original Authorized Cost	\$ 249,300			
Additional Authorized Cost	\$ 12,531			
Revised Authorized Cost	\$ 261,831			
Percentage Increase over Original Authorized Cost	5.02%			
Percentage Completion	100.00%			
Original target completion date	09/30/06			
Revised target completion date	12/30/08			

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Zane North School Window Replacement
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 45,250		\$ 45,250	\$ 45,250
Transfer from Capital Projects	204,750		204,750	204,750
Total revenues	250,000		250,000	250,000
 Expenditures and Other Financing Uses:				
Purchased professional services	19,792		19,792	19,792
Construction costs	218,103		218,103	218,103
	237,895		237,895	237,895
 Excess (deficiency) or revenues over (under) expenditures	\$ 12,105	\$ -	\$ 12,105	\$ 12,105
 Additional project information:				
Project Number		N/A		
Grant Date		N/A		
Bond Authorization Date		N/A		
Bonds Authorized	\$ -			
Bonds Issued	\$ -			
Original Authorized Cost	\$ 250,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 250,000			
 Percentage Increase over Original				
Authorized Cost		0.00%		
Percentage Completion		100.00%		
Original target completion date		09/30/06		
Revised target completion date		10/30/08		

COLLINGSWOOD SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Band Building Renovations
From Inception and for the Fiscal Year ended June 30, 2010

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
Transfer from Capital Projects	\$ 94,958		\$ 94,958	\$ 94,958
Total revenues	<u>94,958</u>		<u>94,958</u>	<u>94,958</u>
Expenditures and Other Financing Uses:				
Purchased professional services	8,400		8,400	8,400
Construction costs	73,961		73,961	73,961
	<u>82,361</u>		<u>82,361</u>	<u>82,361</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 12,597</u>	<u>\$ -</u>	<u>\$ 12,597</u>	<u>\$ 12,597</u>
Additional project information:				
Project Number		N/A		
Grant Date		N/A		
Bond Authorization Date		N/A		
Bonds Authorized	\$ -			
Bonds Issued	\$ -			
Original Authorized Cost	\$ 100,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 100,000			
Percentage Increase over Original Authorized Cost		0.00%		
Percentage Completion		100.00%		
Original target completion date		09/30/06		
Revised target completion date		10/30/08		

Proprietary Funds Detail Statements

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

Food Service Fund - This fund provides for the operation of food services in all schools within the school district.

After School Program Fund - This fund provides for the operation of the before and after school services provided by the school district. The District closed the After School Program during the current fiscal year.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Net Assets
Proprietary Funds
June 30, 2010

	Business-Type Activities Enterprise Funds
	Food Service
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 201,312
Intergovernmental receivables:	
State Aid	876
Federal Aid	18,003
Other	806
Inventories	20,643
Total current assets	241,640
Noncurrent Assets:	
Equipment	199,669
Less - accumulated depreciation	(177,410)
Total Noncurrent Assets	22,259
Total Assets	263,899
 LIABILITIES:	
Current liabilities:	
Accounts payable	23,279
Total Liabilities	23,279
 NET ASSETS:	
Invested in capital assets, net	22,259
Unrestricted	218,361
Total Net Assets	\$ 240,620

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

	<u>Business-Type Activities Enterprise Funds</u>
	<u>Food Service</u>
Operating Revenues:	
Charges for services:	
Daily sales - reimbursable programs	\$ 154,316
Daily sales - non-reimbursable programs	159,663
Special functions	3,770
Total Operating Revenues	<u>317,749</u>
Operating Expenses:	
Cost of sales	271,247
Salaries	307,767
Management fee	27,000
Supplies	25,314
Other costs	16,373
Depreciation	8,287
Total Operating Expenses	<u>655,988</u>
Operating Income (Loss)	<u>(338,239)</u>
Nonoperating Revenues:	
State sources:	
State school lunch program	10,849
State school breakfast program	1,960
Federal sources:	
National school lunch program	233,856
National school breakfast program	29,615
Food distribution program	54,472
Total Nonoperating Revenues	<u>330,752</u>
Income (Loss) before Contributions and Transfers	(7,487)
Operating Transfers out	
Operating Transfers In	<u>3,942</u>
Change in Net Assets	(3,545)
Net Assets - July 1, 2009	<u>244,165</u>
Net Assets - June 30, 2010	<u>\$ 240,620</u>

COLLINGSWOOD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	Business-Type Activities Enterprise Funds
	Food Service
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ 316,943
Cash payments to employees for services	(307,767)
Cash payments to suppliers for goods and services	(323,707)
	(314,531)
Cash Flows from Noncapital Financing Activities:	
Cash received from state sources	12,594
Cash received from federal sources	312,536
Operating transfer in/out	3,942
	329,072
Cash Flows Used by Capital and Related Financing Activities:	
Purchase of equipment	(22,259)
Cash Flow Provided by Investing Activities:	
Interest on cash equivalents	(7,718)
	(7,718)
Net increase (decrease) in cash and cash equivalents	(7,718)
Cash and cash equivalents - July 1, 2009	209,030
Cash and cash equivalents - June 30, 2010	\$ 201,312
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:	
Operating income (loss)	\$ (338,239)
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:	
Depreciation	8,287
Change in assets and liabilities:	
(Increase) decrease in accounts receivable	(806)
(Increase) decrease in inventory	(7,052)
Increase (decrease) in accounts payable	23,279
	23,279
Net cash provided by (used for) operating activities	\$ (314,531)
Noncash Noncapital Financing Activities:	
During the year the District received \$54,472 of food commodities from the U.S. Department of Agriculture.	

Fiduciary Funds Detail Statements

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

Unemployment Compensation Insurance Fund - This fiduciary fund is used to pay unemployment compensation claims.

Scholarship Fund - This fiduciary fund is used to account for the assets held by the district for grants to students.

Flexible Benefits Fund - This fiduciary fund is used to account for the assets held by the district for use in operating the flexible benefit program.

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

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

Student Activity Fund - This agency fund is used to account for the funds held by the district to be used for student related projects.

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Assets
June 30, 2010

	<u>Trust Funds</u>			<u>Agency Funds</u>		<u>Totals</u>
	<u>Unemployment Compensation Insurance Trust</u>	<u>Flexible Benefits Trust</u>	<u>Scholarship Trust</u>	<u>Student Activity</u>	<u>Payroll</u>	
ASSETS:						
Cash and cash equivalents	\$ 695,496	\$ 6,706	\$ 216,222	\$ 199,210	\$ 119,511	\$ 1,237,145
Total Assets	<u>695,496</u>	<u>6,706</u>	<u>216,222</u>	<u>\$ 199,210</u>	<u>\$ 119,511</u>	<u>1,237,145</u>
LIABILITIES:						
Payroll deductions and withholdings					\$ 116,631	116,631
Interfund payable					2,880	2,880
Due to student groups				<u>\$ 199,210</u>		<u>199,210</u>
Total Liabilities				<u>\$ 199,210</u>	<u>\$ 119,511</u>	<u>318,721</u>
NET ASSETS:						
Held in trust for payment of claims	695,496	6,706				702,202
Held in trust for scholarships			<u>216,222</u>			<u>216,222</u>
Total Net Assets	<u>\$ 695,496</u>	<u>\$ 6,706</u>	<u>\$ 216,222</u>			<u>\$ 918,424</u>

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Assets
For the Fiscal Year Ended June 30, 2010

	<u>Flexible Benefits Trust Fund</u>	<u>Scholarship Trust Fund</u>	<u>Unemployment Compensation Insurance Trust Fund</u>	<u>Totals</u>
ADDITIONS:				
Interest on investments	\$ 83	\$ 1,995	\$ 12,917	\$ 14,995
Donations		11,216		11,216
Employee withholdings	<u>4,610</u>			<u>4,610</u>
Total Additions	<u>4,693</u>	<u>13,211</u>	<u>12,917</u>	<u>30,821</u>
DEDUCTIONS:				
Claims	3,633		30,000	33,633
Scholarships		<u>28,500</u>		<u>28,500</u>
Total Deductions	<u>3,633</u>	<u>28,500</u>	<u>30,000</u>	<u>62,133</u>
Change in Net Assets	1,060	(15,289)	(17,083)	(31,312)
Net Assets -- July 1, 2009	<u>5,646</u>	<u>231,511</u>	<u>712,579</u>	<u>949,736</u>
Net Assets -- June 30, 2010	<u>\$ 6,706</u>	<u>\$ 216,222</u>	<u>\$ 695,496</u>	<u>\$ 918,424</u>

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Student Activity Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2010

	<u>Balance July 1, 2009</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Transfers</u>	<u>Balance June 30, 2010</u>
Elementary Schools	\$ 20,425	\$ 37,207	\$ 35,835	\$ (1,089)	\$ 20,708
Middle School	28,357	59,504	54,127	25	33,759
High School	108,264	257,761	232,985	(25)	133,015
Athletics	5,306	77,824	72,072	201	11,259
District	219	3,482	4,321	1,089	469
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total all schools	<u>\$ 162,571</u>	<u>\$ 435,778</u>	<u>\$ 399,340</u>	<u>\$ 201</u>	<u>\$ 199,210</u>

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Payroll Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2010

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2010</u>
ASSETS:				
Cash and cash equivalents	\$ 22,538	\$ 20,609,460	\$ 20,512,487	\$ 119,511
Total Assets	<u>\$ 22,538</u>	<u>\$ 20,609,460</u>	<u>\$ 20,512,487</u>	<u>\$ 119,511</u>
LIABILITIES:				
Net payroll		\$ 11,539,133	\$ 11,539,133	
Interfund payable		2,880		\$ 2,880
Payroll deductions and withholdings	\$ 22,538	9,067,447	8,973,354	116,631
Total Liabilities	<u>\$ 22,538</u>	<u>\$ 20,609,460</u>	<u>\$ 20,512,487</u>	<u>\$ 119,511</u>

Long-Term Debt Schedules

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

COLLINGSWOOD SCHOOL DISTRICT
Statement of Serial Bonds
For the Fiscal Year Ended June 30, 2010

Issue	Date of Issue	Amount of Issue	Annual Maturities		Rate of Interest	Balance June 30, 2009	Issued	Retired	Balance June 30, 2010				
			Date	Amount									
School District Bonds	6/1/05	\$ 20,176,000	6/01/11	\$ 600,000	4.125%	\$ 18,326,000		\$ 500,000	\$ 17,826,000				
			6/01/12	625,000	4.125%								
			6/01/13	650,000	4.125%								
			6/01/14 - 15	700,000	4.125%								
			6/01/16	725,000	4.125%								
			6/01/17	750,000	4.125%								
			6/01/18	800,000	4.125%								
			6/01/19	825,000	4.125%								
			6/01/20	850,000	4.250%								
			6/01/21 - 22	900,000	4.250%								
			6/01/23	950,000	4.250%								
			6/01/24	1,000,000	4.250%								
			6/01/25	1,050,000	4.250%								
			6/01/26	1,100,000	4.250%								
			6/01/27	1,125,000	4.250%								
			6/01/28	1,150,000	4.375%								
			6/01/29	1,200,000	4.400%								
			6/01/30	1,226,000	4.400%								
										<u>\$ 18,326,000</u>	<u>\$ -</u>	<u>\$ 500,000</u>	<u>\$ 17,826,000</u>

COLLINGSWOOD SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2010

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 1,275,338		\$ 1,275,338	\$ 1,275,338	
Total Revenues	<u>1,275,338</u>		<u>1,275,338</u>	<u>1,275,338</u>	
EXPENDITURES:					
Regular debt service:					
Interest	775,337		775,337	775,337	
Redemption of principal	500,000		500,000	500,000	
Total regular debt service	<u>1,275,337</u>		<u>1,275,337</u>	<u>1,275,337</u>	
Excess (Deficiency) of revenues over (under) expenditures	1		1	1	
Other Financing Sources:					
Operating transfers in		\$ 58,083	58,083	58,083	
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	1	58,083	58,084	58,084	
Fund Balance - July 1, 2009	-		-	-	
Fund Balance - June 30, 2010	<u>\$ 1</u>	<u>\$ 58,083</u>	<u>\$ 58,084</u>	<u>\$ 58,084</u>	<u>\$ -</u>
Recapitulation of Excess (Deficiency) or revenues over (under) expenditures					
Budgeted Fund Balance	<u>\$ 1</u>	<u>\$ 58,083</u>	<u>\$ 58,084</u>	<u>\$ 58,084</u>	<u>\$ -</u>

Statistical Section

Collingswood School District
Net Assets by Component,
Last Eight Fiscal Years
(accrual basis of accounting)

J-1

Fiscal Year Ending June 30,

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Governmental activities:								
Invested in capital assets, net of related debt	\$ 7,752,348	\$ 7,810,449	\$ (10,649,436)	\$ (7,447,949)	\$ 8,984,000	\$ 21,187,077	\$ 20,869,898	\$ 20,448,749
Restricted for:								
Capital projects	865,291	1,190,383	19,993,108	18,632,531	8,908,471	1,431,595	666,895	580,221
Debt service				428,843	517,803	297,180		
Other purposes	1,200,001	2,063,368	2,499,750	2,508,513	2,117,615	2,218,943	2,121,241	3,142,781
Unrestricted	105,631	(365,351)	(503,671)	(1,000,062)	(967,245)	(484,161)	(912,611)	(1,108,657)
Total governmental activities net assets	<u>\$ 9,923,271</u>	<u>\$ 10,698,849</u>	<u>\$ 11,339,751</u>	<u>\$ 13,121,876</u>	<u>\$ 19,560,644</u>	<u>\$ 24,660,634</u>	<u>\$ 22,745,423</u>	<u>\$ 23,063,094</u>
Business-type activities:								
Invested in capital assets, net of related debt	\$ 32,702	\$ 27,330	\$ 21,763	\$ 16,196	\$ 27,186	\$ 20,114	\$ 8,287	\$ 22,259
Unrestricted	215,670	132,575	152,957	176,636	185,250	201,055	235,878	218,361
Total business-type activities net assets	<u>\$ 248,372</u>	<u>\$ 159,905</u>	<u>\$ 174,720</u>	<u>\$ 192,832</u>	<u>\$ 212,436</u>	<u>\$ 221,169</u>	<u>\$ 244,165</u>	<u>\$ 240,620</u>
District-wide:								
Invested in capital assets, net of related debt	\$ 7,785,050	\$ 7,837,779	\$ (10,627,673)	\$ (7,431,753)	\$ 9,011,186	\$ 21,217,191	\$ 20,878,185	\$ 20,471,008
Restricted:								
Capital projects	865,291	1,190,383	19,993,108	18,632,531	8,908,471	1,431,595	666,895	580,221
Debt service	-	-	-	428,843	517,803	297,180	-	-
Other purposes	1,200,001	2,063,368	2,499,750	2,508,513	2,117,615	2,218,943	2,121,241	3,142,781
Unrestricted	321,301	(232,776)	(350,714)	(823,426)	(781,995)	(283,106)	(676,733)	(890,296)
Total district net assets	<u>\$ 10,171,643</u>	<u>\$ 10,858,754</u>	<u>\$ 11,514,471</u>	<u>\$ 13,314,708</u>	<u>\$ 19,773,080</u>	<u>\$ 24,881,803</u>	<u>\$ 22,989,588</u>	<u>\$ 23,303,714</u>

Collingswood School District
 Changes in Net Assets, Last Eight Fiscal Years
 (accrual basis of accounting)

Fiscal Year Ending June 30,

	2003	2004	2005	2006	2007	2008	2009	2010
Expenses:								
Governmental activities:								
Instruction:								
Regular	\$ 10,504,982	\$ 11,008,868	\$ 11,852,481	\$ 10,135,654	\$ 9,766,538	\$ 9,467,723	\$ 10,908,208	\$ 10,463,791
Special education	1,561,062	1,620,727	1,853,953	1,513,027	1,602,135	1,714,139	1,822,945	3,161,493
Other instruction	1,105,836	1,242,687	1,512,748	1,260,218	1,316,638	1,392,166	1,534,930	1,554,733
Support Services:								
Tuition	1,068,733	932,147	948,528	1,067,773	1,090,256	1,217,659	1,122,463	730,061
Student & instruction related services	3,557,974	3,440,276	3,938,484	3,258,230	3,283,504	3,406,727	3,209,559	3,478,532
School administrative services	1,285,404	1,350,389	1,445,814	1,129,376	1,203,286	1,247,196	1,387,473	1,308,976
General and business administrative services	649,403	699,380	1,079,629	916,335	1,005,874	882,631	1,090,433	973,339
Plant operations and maintenance	3,079,462	4,004,704	3,089,026	2,705,845	2,773,601	2,940,503	3,728,691	3,463,615
Pupil transportation	452,888	396,307	509,775	526,860	598,616	641,564	552,536	461,810
Business and other support services	386,055	411,121						
Unallocated employee benefits				6,088,558	7,279,463	7,004,060	6,770,342	6,670,967
Special schools	95,893	114,239	80,036	64,994	18,071	76,586	14,096	16,706
Interest on long-term debt	37,154	18,554		849,358	829,306	809,025	1,221,043	773,619
Unallocated depreciation	407,614	20,155	18,372	18,372	20,351	20,351	34,783	55,224
Total governmental activities expenses	<u>24,192,460</u>	<u>25,259,554</u>	<u>26,328,846</u>	<u>29,534,600</u>	<u>30,787,639</u>	<u>30,820,330</u>	<u>33,397,502</u>	<u>33,112,866</u>
Business-type activities:								
Food service	564,117	565,585	575,144	583,923	605,848	647,731	644,521	655,988
After school program	93,032	96,138						
Total business-type activities expense	<u>657,149</u>	<u>661,723</u>	<u>575,144</u>	<u>583,923</u>	<u>605,848</u>	<u>647,731</u>	<u>644,521</u>	<u>655,988</u>
Total district expenses	<u>\$ 24,849,609</u>	<u>\$ 25,921,277</u>	<u>\$ 26,903,990</u>	<u>\$ 30,118,523</u>	<u>\$ 31,393,487</u>	<u>\$ 31,468,061</u>	<u>\$ 34,042,023</u>	<u>\$ 33,768,854</u>
Program Revenues:								
Governmental activities:								
Charges for services:								
Instruction (tuition)	\$ 2,515,843	\$ 2,489,819	\$ 2,790,285	\$ 3,277,033	\$ 3,015,289	\$ 3,198,375	\$ 3,607,825	\$ 4,648,623
Operating grants and contributions	2,767,152	2,994,031	3,110,098	3,299,654	4,345,752	3,959,176	2,989,270	3,351,672
Capital grants and contributions	56,232	623,966	608,302	1,161,666	6,404,930	4,514,531		
Total governmental activities program revenues	<u>5,339,227</u>	<u>6,107,816</u>	<u>6,508,685</u>	<u>7,738,353</u>	<u>13,765,971</u>	<u>11,672,082</u>	<u>6,597,095</u>	<u>8,000,295</u>

(Continued)

Collingswood School District
 Changes in Net Assets, Last Eight Fiscal Years
 (accrual basis of accounting)

Fiscal Year Ending June 30,

	2003	2004	2005	2006	2007	2008	2009	2010
Business-type activities:								
Charges for services:								
Food service	\$ 354,429	\$ 349,738	\$ 346,148	\$ 353,308	\$ 359,707	\$ 356,418	\$ 345,625	\$ 317,749
After school program	123,489	46,866						
Operating grants and contributions	162,294	176,652	193,811	198,727	215,745	250,046	271,892	330,752
Capital grants and contributions								
Total business type activities program revenues	<u>640,212</u>	<u>573,256</u>	<u>539,959</u>	<u>552,035</u>	<u>575,452</u>	<u>606,464</u>	<u>617,517</u>	<u>648,501</u>
Total district program revenues	<u>\$ 5,979,439</u>	<u>\$ 6,681,072</u>	<u>\$ 7,048,644</u>	<u>\$ 8,290,388</u>	<u>\$ 14,341,423</u>	<u>\$ 12,278,546</u>	<u>\$ 7,214,612</u>	<u>\$ 8,648,796</u>
Net (Expense)/Revenue:								
Governmental activities	\$ (18,853,233)	\$ (19,151,738)	\$ (19,820,161)	\$ (21,796,247)	\$ (17,021,668)	\$ (19,148,248)	\$ (26,800,407)	\$ (25,112,571)
Business-type activities	(16,937)	(88,467)	(35,185)	(31,888)	(30,396)	(41,267)	(27,004)	(7,487)
Total district-wide net expense	<u>\$ (18,870,170)</u>	<u>\$ (19,240,205)</u>	<u>\$ (19,855,346)</u>	<u>\$ (21,828,135)</u>	<u>\$ (17,052,064)</u>	<u>\$ (19,189,515)</u>	<u>\$ (26,827,411)</u>	<u>\$ (25,120,058)</u>
General Revenues and Other Changes In Net Assets:								
Governmental activities:								
Property taxes levied for general purposes, net	\$ 9,059,386	\$ 10,036,808	\$ 10,464,460	\$ 10,712,886	\$ 11,955,900	\$ 12,574,904	\$ 12,999,915	\$ 13,519,912
Taxes levied for debt service	283,405	270,698		1,258,839	872,806	739,777	760,000	1,275,338
Unrestricted grants and contributions	8,823,709	9,524,329	9,868,237	10,914,433	9,860,765	10,537,524	10,424,813	10,304,858
Investment earnings	5,426	7,855	21,127	739,521	559,267	265,814	195,039	44,230
Miscellaneous income	83,620	165,189	157,239	252,693	261,698	180,219	555,429	142,053
Loss on disposal of assets		(77,563)						
Transfers	(70,000)		(50,000)	(300,000)	(50,000)	(50,000)	(50,000)	143,851
Total governmental activities	<u>18,185,546</u>	<u>19,927,316</u>	<u>20,461,063</u>	<u>23,578,372</u>	<u>23,460,436</u>	<u>24,248,238</u>	<u>24,885,196</u>	<u>25,430,242</u>
Business-type activities:								
Investment earnings								
Transfers	70,000		50,000	50,000	50,000	50,000	50,000	3,942
Total business-type activities	<u>70,000</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>3,942</u>
Total district-wide	<u>\$ 18,255,546</u>	<u>\$ 19,927,316</u>	<u>\$ 20,511,063</u>	<u>\$ 23,628,372</u>	<u>\$ 23,510,436</u>	<u>\$ 24,298,238</u>	<u>\$ 24,935,196</u>	<u>\$ 25,434,184</u>
Change in Net Assets:								
Governmental activities	\$ (667,687)	\$ 775,578	\$ 640,902	\$ 1,782,125	\$ 6,438,768	\$ 5,099,990	\$ (1,915,211)	\$ 317,671
Business-type activities	53,063	(88,467)	14,815	18,112	19,604	8,733	22,996	(3,545)
Total district-wide	<u>\$ (614,624)</u>	<u>\$ 687,111</u>	<u>\$ 655,717</u>	<u>\$ 1,800,237</u>	<u>\$ 6,458,372</u>	<u>\$ 5,108,723</u>	<u>\$ (1,892,215)</u>	<u>\$ 314,126</u>

Collingswood School District
Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

		Fiscal Year Ending June 30,							
		2003	2004	2005	2006	2007	2008	2009	2010
General Fund:									
Reserved for:									
Capital reserve	\$	315,955	492,382	286,321	208,751	220,839	316,653	225,625	234,204
Excess surplus			532,058	451,750	636,196	581,615	567,159	650,322	1,348,469
Encumbrances							351,784	416,341	248,025
Future tuition payments								210,000	430,000
Unreserved									
Undesignated		695,005	208,051	112,250	23,920	39,146	43,348	(377,325)	(519,813)
Designated for subsequent year's budget		1,200,000	1,531,310	2,048,000	1,872,317	1,536,000	1,300,000	750,000	1,077,502
Total general fund	\$	<u>2,210,960</u>	<u>2,763,801</u>	<u>2,898,321</u>	<u>2,741,184</u>	<u>2,377,600</u>	<u>2,578,944</u>	<u>1,874,963</u>	<u>2,818,387</u>
All Other Governmental Funds									
Unreserved, reported in:									
Special revenue fund	\$	(13,947)	(9,933)	(9,944)	(9,944)	(9,944)	(9,944)	29,915	26,680
Capital projects fund		549,336	698,001	19,706,787	18,423,780	8,687,632	1,114,942	505,933	358,122
Debt service fund		1		50,420	428,843	517,803	297,180		58,084
Total all other governmental funds	\$	<u>535,390</u>	<u>688,068</u>	<u>19,747,263</u>	<u>18,842,679</u>	<u>9,195,491</u>	<u>1,402,178</u>	<u>535,848</u>	<u>442,886</u>

Collingswood School District
 Changes in Fund Balances, Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Fiscal Year Ending June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Tax levy	\$ 9,151,809	\$ 9,378,808	\$ 9,342,791	\$ 10,307,506	\$ 10,464,460	\$ 11,971,725	\$ 12,828,706	\$ 13,314,681	\$ 13,759,915	\$ 14,785,250
Tuition charges	2,180,385	1,993,481	2,515,843	2,489,819	2,790,285	3,277,033	3,015,289	3,198,375	3,607,825	4,648,623
Interest earnings		4,272	5,426	7,855	23,653	739,521	559,267	345,158	195,039	44,230
Miscellaneous	348,365	175,887	83,620	165,189	157,239	252,693	261,698	430,219	555,429	142,054
State sources	10,788,057	10,747,134	10,865,765	12,349,296	12,666,895	14,507,671	19,553,059	18,160,852	12,469,909	10,990,050
Federal sources	523,183	685,683	781,328	793,030	919,742	888,082	1,058,388	858,112	944,174	2,666,480
Total revenue	22,991,799	22,965,225	23,594,773	26,112,695	27,022,274	31,616,725	37,276,407	36,307,197	31,532,291	33,286,687
Expenditures										
Instruction										
Regular instruction	7,515,831	7,668,781	8,183,884	8,238,069	8,820,746	9,537,509	9,545,552	9,708,373	10,038,027	9,218,002
Special education instruction	1,059,579	1,120,162	1,177,719	1,207,437	1,366,192	1,513,027	1,602,135	1,714,139	1,822,945	3,161,493
Other instruction	846,221	906,318	863,837	958,333	1,148,276	1,260,218	1,316,638	1,392,166	1,534,930	1,554,733
Support Services:										
Tuition	1,034,800	956,993	1,068,733	932,147	864,774	991,919	1,013,042	1,217,659	1,082,234	730,601
Student & instruction related services	2,482,972	2,569,633	2,767,224	2,626,579	2,995,051	3,258,230	3,283,504	3,406,727	3,209,559	3,478,532
School administrative services	943,602	920,766	976,442	1,010,101	1,071,303	1,129,376	1,203,286	1,247,196	1,387,473	1,308,976
General and business admin. services	814,836	708,063	888,256	892,085	860,418	879,591	969,130	845,887	992,022	893,472
Plant operations and maintenance	2,307,977	2,287,291	2,579,435	2,484,726	2,480,084	2,632,357	2,700,113	2,867,015	3,112,016	3,130,836
Pupil transportation	423,221	490,737	452,888	396,307	509,775	526,860	598,616	641,564	552,536	461,810
Other support services	3,724,278	3,581,829	4,650,041	5,126,477	5,829,654	6,088,558	7,279,463	7,004,060	6,770,342	6,670,967
Special Schools	51,993	53,911	49,978	56,760	59,888	64,994	18,071	27,159	14,096	16,708
Charter Schools	17,356	40,194	30,586	38,864	83,754	75,854	77,214	49,427	40,229	100,847
Capital outlay	819,000	1,119,768	162,585	1,021,737	2,083,556	3,068,928	16,299,390	12,180,517	823,603	449,403
Debt service:										
Principal	400,000	400,000	400,000	399,000		500,000	500,000	400,000	450,000	500,000
Interest and other charges	74,353	55,753	37,154	18,554		851,025	831,025	810,400	1,222,590	775,337
Total expenditures	22,516,019	22,880,199	24,288,762	25,407,176	27,973,471	32,378,446	47,237,179	43,512,289	33,052,602	32,451,715
Excess (Deficiency) of revenues over (under) expenditures	475,780	85,026	(693,989)	705,519	(951,197)	(761,721)	(9,960,772)	(7,205,092)	(1,520,311)	834,972
Other Financing sources (uses)										
Proceeds from borrowing					20,176,000					
Due to state for prior year overpayment								(7,533)		
Prior year arbitrage rebate canceled										19,432
Accrued interest on sale of bonds					18,912					
Transfers in		449,992	633,627	617,853	534,673	981,609	547,179		385,411	178,560
Transfers out	(69,500)	(519,992)	(703,627)	(617,853)	(584,673)	(1,281,609)	(597,179)	(379,344)	(435,411)	(182,502)
Total other financing sources (uses)	(69,500)	(70,000)	(70,000)	-	20,144,912	(300,000)	(50,000)	(386,877)	(50,000)	15,490
Net change in fund balances	\$ 406,280	\$ 15,026	\$ (763,989)	\$ 705,519	\$ 19,193,715	\$ (1,061,721)	\$ (10,010,772)	\$ (7,591,969)	\$ (1,570,311)	\$ 850,462
Debt service as a percentage of noncapital expenditures	2.19%	2.09%	1.81%	1.71%	0.00%	4.61%	4.30%	3.86%	5.19%	3.99%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

Collingswood School District
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

105

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Admission</u> <u>Fees</u>	<u>Prior Year</u> <u>Refunds</u>	<u>E-Rate</u> <u>Rebates</u>	<u>Rentals</u>	<u>Contributions</u>	<u>Miscellaneous</u>	<u>Total</u>
2001	\$ 192,601	\$ 2,180,385	\$ 15,660	\$ 8,238	\$ 12,231	\$ 1,981	\$ 16,103	\$ 101,561	\$ 2,528,760
2002	99,631	1,993,461	15,198	42,491	13,776	1,875		6,382	2,172,814
2003	34,603	2,515,843	14,669	17,810	8,112	5,850		8,002	2,604,889
2004	86,454	2,489,819	17,447	52,251	1,935	2,450		3,007	2,653,363
2005	107,428	2,790,285	14,112	11,575	1,992	19,193		2,939	2,947,524
2006	948,616	3,277,033	17,680	12,544		11,525		1,849	4,269,247
2007	788,008	3,015,289	16,215		5,644	11,098			3,836,254
2008	727,168	3,198,375	17,586		22,913	7,710			3,973,752
2009	592,544	3,607,825	10,941	129,577	3,429	8,495		5,482	4,358,293
2010	102,241	4,648,623	13,896	7,552	8,604	18,684		35,307	4,834,907
	<u>\$ 3,679,294</u>	<u>\$ 29,716,938</u>	<u>\$ 153,404</u>	<u>\$ 282,038</u>	<u>\$ 78,636</u>	<u>\$ 88,861</u>	<u>\$ 16,103</u>	<u>\$ 164,529</u>	<u>\$ 34,179,803</u>

Source: District records

Collingswood School District
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Fiscal Years

J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Apartment	Total Assessed Value	Public Utilities a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate b	Estimated Actual (County Equalized) Value
2001	\$ 1,504,000	\$ 402,764,100	\$ 58,741,300	\$ 17,396,400	\$ 480,405,800	\$ 4,573,460	\$ 484,979,260	\$ 135,403,500	\$ 2	\$ 479,347,179
2002	1,407,500	400,433,200	57,442,100	18,467,800	477,750,600	4,507,877	482,258,477	136,718,100	1.868	482,480,707
2003	1,256,800	400,474,600	56,959,800	18,391,200	477,082,400	4,312,932	481,395,332	138,170,300	1.968	501,660,727
2004	1,226,000	401,202,700	57,317,700	18,518,900	478,265,300	3,782,631	482,047,931	137,978,400	2.081	559,666,063
2005	1,112,600	401,955,400	57,440,300	18,518,900	479,027,200	3,091,188	482,118,388	160,483,800	2.254	673,294,923
2006	1,521,700	402,673,300	55,969,300	18,525,600	478,689,900	2,421,051	481,110,951	160,318,800	2.499	830,706,079
2007	3,258,300	402,555,600	55,417,400	18,525,600	479,756,900	2,071,281	481,828,181	160,288,900	2.629	980,501,051
2008 R	10,780,100	908,917,800	122,710,600	41,623,700	1,084,032,200	3,689,162	1,087,721,362	201,597,276	1.207	1,087,721,362
2009	7,956,500	907,379,400	119,269,300	41,523,700	1,076,128,900	3,829,134	1,079,958,034	285,219,700	1.284	1,152,420,827
2010	7,856,900	908,013,100	116,609,600	40,265,800	1,072,745,400	3,883,294	1,076,628,694	286,540,900	1.357	Not available

Source:
 Municipal Tax Assessor

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

- a Taxable Value of Machinery, Improvements and Equipment of Telephone, Telegraph and Messenger System Companies
- b Tax rates are per \$100 of assessed valuation.
- R Reassessment

Collingswood School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)

J-7

Fiscal Year Ended June 30,	Collingswood School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Borough of Collingswood	Business Improvement	Camden County	
2001	\$ 1.779	\$ 0.059	\$ 1.838	\$ 0.843		\$ 0.859	\$ 3.540
2002	1.805	0.063	1.868	0.995		0.894	3.757
2003	1.909	0.059	1.968	1.042	\$ 0.251	0.939	4.200
2004	2.025	0.056	2.081	1.123	0.251	0.954	4.409
2005	2.254	-	2.254	1.181	0.251	1.081	4.767
2006	2.240	0.259	2.499	1.279	0.285	1.303	5.366
2007	2.448	0.181	2.629	1.368	0.297	1.338	5.632
2008 R	1.139	0.068	1.207	0.653	0.139	0.599	2.598
2009	1.164	0.120	1.284	0.722	0.154	0.615	2.775
2010	1.232	0.125	1.357	0.846	0.161	0.649	3.013

Source: Municipal Tax Collector

R Reassessment.

**Collingswood School District
Principal Property Tax Payers,
Current Year and Nine Years Ago**

J-8

108

Taxpayer	2009-2010		Taxpayer	2000-2001	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Cooper River Manor Investors	\$ 9,818,200	0.91%	Bell Atlantic	\$ 5,693,304	1.17%
Collingswood Associates	4,574,100	0.42%	Cooper River Manor Investors	4,343,200	0.89%
ACE Partnership	4,321,000	0.40%	Station House Associates	3,175,600	0.65%
900 Haddon Avenue LLC	4,000,000	0.37%	Collingswood Associates	2,651,700	0.54%
New Jersey Bell Telephone	3,883,294	0.36%	Wayner Apartments, LP	1,442,000	0.30%
Gre Parkview Urban Renewal, LLC	3,384,000	0.31%	ALDI, Inc.	1,210,000	0.25%
Flaum Prop. Co.	3,325,000	0.31%	Crestwood Associates	1,188,000	0.24%
Crestwood Associates	2,751,000	0.26%	ACE Partnerships	1,147,000	0.23%
Lumberyard Redevelopment	2,725,000	0.25%	South Jersey S & L Association	898,800	0.18%
Aldi, Inc.	2,300,000	0.21%	C B Rentals	810,000	0.17%
Total	<u>\$ 41,081,594</u>	<u>3.82%</u>		<u>\$ 22,559,604</u>	<u>2.06%</u>

Source: Municipal Tax Assessor

**Collingswood School District
Property Tax Levies and Collections,
Last Ten Fiscal Years**

J-9

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Calendar Year</u>	<u>Collected within the Fiscal Year of the Levy^a</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2001	9,151,809	9,151,809	100.00%	-
2002	9,378,808	9,378,808	100.00%	-
2003	9,342,791	9,342,791	100.00%	-
2004	10,307,506	10,307,506	100.00%	-
2005	10,464,460	10,464,460	100.00%	-
2006	11,971,725	11,971,725	100.00%	-
2007	12,828,706	12,828,706	100.00%	-
2008	13,314,681	13,314,681	100.00%	-
2009	13,759,915	13,759,915	100.00%	-
2010	14,795,250	14,795,250	100.00%	-

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

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

Collingswood School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands, except per capita)

J-10

Fiscal Year Ended June 30,	Governmental Activities		Business-Type Activities		Percentage of Personal Income ^b	Per Capita ^c
	General Obligation Bonds ^a	Capital Leases	Capital Leases	Total District		
2001	\$ 1,199,000	-	-	\$ 1,199,000	0.28%	\$ 84
2002	799,000	-	-	799,000	0.18%	56
2003	399,000	-	-	399,000	0.09%	28
2004	-	-	-	-	-	-
2005	20,176,000	-	-	20,176,000	4.11%	1,432
2006	19,676,000	-	-	19,676,000	3.88%	1,401
2007	19,176,000	-	-	19,176,000	3.57%	1,372
2008	18,776,000	-	-	18,776,000	3.37%	1,348
2009	18,326,000	-	-	18,326,000	3.21%	1,323
2010	17,826,000	-	-	17,826,000	Unavailable	1,288

Sources:

- a District Records
- b Personal Income has been estimated based upon the municipal population and per capita personal income.
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.

Collingswood School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
(dollars in thousands, except per capita)

J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding ^a		
2001	\$ 1,199,000	-	\$ 1,199,000	0.25%	\$ 84
2002	799,000	-	799,000	0.17%	56
2003	399,000	-	399,000	0.08%	28
2004	-	-	-	-	-
2005	20,176,000	-	20,176,000	4.18%	1,432
2006	19,676,000	-	19,676,000	4.09%	1,401
2007	19,176,000	-	19,176,000	3.98%	1,372
2008	18,776,000	-	18,776,000	1.73%	1,348
2009	18,326,000	-	18,326,000	1.70%	1,323
2010	17,826,000	-	17,826,000	1.66%	1,288

Sources:

- a District Records
- b Net Assessed Valuation provided by Anstract of Ratables, County Board of Taxation
- c Per Capita Personal Inome Data provided by the NJ Dept. of Labor and Workforce.

**Collingswood School District
 Ratios of Overlapping Governmental Activities Debt
 As of December 31, 2009**

J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Borough of Collingswood	\$ 26,828,111 (1)	100.000%	\$ 26,828,111
Camden County General Obligation Debt	87,511,781 (1)	4.081%	3,571,356
Subtotal, overlapping debt			30,399,467
Collingswood School District Direct Debt			17,826,000
Total direct and overlapping debt			\$ 48,225,467

Sources:

- (1) Entity's Audit Report
- (2) The County percentage is based upon a calculation reflecting the Borough's share of the 2009 Equalized Valuation. The source for this computation was the 2009 County Abstract of Ratables, provided by the County Board of Taxation.

Legal Debt Margin Calculation for Fiscal Year 2010

Equalized valuation basis (1)	
2009	\$1,087,438,258
2008	1,100,316,890
2007	1,067,312,347
	<u>\$3,255,067,495</u>

Average equalized valuation of taxable property \$1,085,022,498

Debt limit (4% of average equalized valuation) (2)	43,400,900
Net bonded school debt (3)	<u>17,826,000</u>
Legal debt margin	<u>\$ 25,574,900</u>

113

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 18,152,399	\$ 18,733,770	\$ 19,309,265	\$ 20,318,007	\$ 22,831,660	\$ 26,957,474	\$ 32,323,727	\$ 37,675,596	\$ 41,620,998	\$ 43,400,900
Total net debt applicable to limit (3)	<u>1,199,000</u>	<u>799,000</u>	<u>399,000</u>	-	<u>20,176,000</u>	<u>19,676,000</u>	<u>19,176,000</u>	<u>18,776,000</u>	<u>18,326,000</u>	<u>17,826,000</u>
Legal debt margin	<u>\$ 16,953,399</u>	<u>\$ 17,934,770</u>	<u>\$ 18,910,265</u>	<u>\$ 20,318,007</u>	<u>\$ 2,655,660</u>	<u>\$ 7,281,474</u>	<u>\$ 13,147,727</u>	<u>\$ 18,899,596</u>	<u>\$ 23,294,998</u>	<u>\$ 25,574,900</u>
Total net debt applicable to the limit as a percentage of debt limit	6.61%	4.27%	2.07%	0.00%	88.37%	72.99%	59.32%	49.84%	44.03%	41.07%

Sources:

- (1) Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) Limit set by NJSA 18A:24-19 for a K through 8 district.
- (3) District Records

**Collingswood School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

J-14

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income ^b</u>	<u>Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2000	14,308	\$ 424,532,668	\$ 29,671	2.4%
2001	14,250	450,456,750	31,611	2.6%
2002	14,239	462,468,481	32,479	3.6%
2003	14,168	477,135,736	33,677	3.8%
2004	14,085	490,524,210	34,826	3.4%
2005	14,040	507,237,120	36,128	4.6%
2006	13,973	537,736,932	38,484	5.0%
2007	13,927	557,804,204	40,052	4.6%
2008	13,854	571,255,836	41,234	6.0%
2009	13,839	e	e	9.5%

Source:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income has been established based upon the municipal population and per capita personal income presented.
- ^c Per Capita personal income provided by the NJ Dept. of Labor and Workforce Development.
- ^d Unemployment data provided by the NJ Dept of Labor and Workforce Development
- ^e Information not available

**Collingswood School District
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years**

J-16

<u>Function/Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Instruction										
Regular	-	151.0	152.0	158.0	160.0	169.0	179.0	182.0	136.5	137.0
Special education	-	2.0	3.0	8.0	8.0	8.0	8.5	9.0	44.5	57.0
Support Services:										
Student & instruction related services	-	40.0	39.0	48.0	53.0	50.7	51.0	51.0	45.0	46.0
School administrative services	-	17.0	15.0	18.0	18.0	18.4	19.0	19.0	19.0	18.0
General and business administrative services	-	4.0	4.0	9.0	9.0	9.0	9.5	9.5	9.5	9.5
Plant operations and maintenance	-	33.0	33.0	32.0	32.0	32.0	32.0	32.0	32.0	33.0
Business and other support services	-	5.0	5.0	0.0		0.2				
Total	-	252	251	273.0	280.0	287.3	299.0	302.5	286.5	300.5

Source:

District Personnel Records

Information not available for 2001.

Collingswood School District
 Operating Statistics,
 Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change In Average Daily Enrollment	Student Attendance Percentage
						Elementary	Junior High School	Senior High School				
2001	2,092	\$ 21,222,666	\$ 10,144.68	8.33%	184	1:11.31	1:12.49	1:10.04	2,137.1	2,010.2	-1.70%	94.06%
2002	2,077	21,304,678	10,257.43	1.11%	184	1:11.39	1:12.37	1:09.93	2,055.4	1,921.2	-3.82%	93.47%
2003	2,068	23,689,023	11,455.04	11.68%	186	1:10.73	1:11.45	1:10.79	2,065.1	1,945.7	0.47%	94.22%
2004	2,041	23,967,885	11,743.21	2.52%	184	1:10.70	1:11.42	1:10.68	2,012.3	1,896.1	-2.55%	94.23%
2005	1,993	25,889,915	12,990.42	10.62%	188	1:10.21	1:09.88	1:10.42	1,951.7	1,837.8	-3.01%	94.16%
2006	1,925	27,958,493	14,523.89	11.80%	192	1:09.39	1:09.26	1:10.26	1,909.9	1,804.6	-2.14%	94.49%
2007	1,915	29,606,764	15,460.45	6.45%	193	1:10.33	1:09.85	1:10.29	1,885.9	1,785.8	-1.26%	94.69%
2008	1,911	30,121,372	15,762.10	1.95%	195	1:10.33	1:09.85	1:10.29	1,910.9	1,802.3	1.33%	94.32%
2009	1,935	30,556,409	15,791.43	0.19%	181	1:10.98	1:08.05	1:12.07	1,935.3	1,824.5	1.28%	94.27%
2010	1,906	30,726,975	16,121.18	2.09%	175	1:10.89	1:08.03	1:12.70	1,913.7	1,783.7	-1.10%	93.21%

Sources: District records

Note: Enrollment based on annual October district count.

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

**Collingswood School District
School Building Information
Last Ten Fiscal Years**

J-18

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<u>District Building</u>										
<u>Elementary</u>										
Garfield Elementary (1915)										
Square Feet	16,170	16,170	16,170	16,170	16,170	16,170	16,170	16,007	16,007	16,007
Capacity (students)	175	175	175	175	175	175	175	127	127	127
Enrollment	151	147	138	138	148	139	139	136	116	125
Newbie Elementary (1923)										
Square Feet	21,527	21,527	21,527	21,527	21,527	21,527	21,527	20,669	20,669	20,669
Capacity (students)	205	205	205	205	205	205	205	155	155	155
Enrollment	185	176	181	182	138	164	164	164	153	156
Sharp Elementary (1905)										
Square Feet	27,361	27,361	27,361	27,361	27,361	27,361	27,361	25,465	25,465	25,465
Capacity (students)	294	294	294	294	294	294	294	202	202	202
Enrollment	187	198	179	169	171	161	161	165	155	154
Tatem Elementary (1951)										
Square Feet	23,040	23,040	23,040	23,040	23,040	23,040	23,040	25,459	25,459	25,459
Capacity (students)	348	348	348	348	348	348	348	201	201	201
Enrollment	229	217	228	214	187	195	195	194	185	187
Zane North Elementary (1951)										
Square Feet	22,609	22,609	22,609	22,609	22,609	22,609	22,609	22,733	22,733	22,733
Capacity (students)	213	213	213	213	213	213	213	181	181	181
Enrollment	213	190	187	174	175	175	175	174	158	178
<u>Middle School</u>										
Collingswood Middle (1922)										
Square Feet	79,874	79,874	79,874	79,874	79,874	79,874	79,874	80,015	80,015	80,015
Capacity (students)	855	855	855	855	855	855	855	425	425	425
Enrollment	324	318	304	290	271	269	269	255	346	317
<u>Senior High School</u>										
Collingswood High School (1962)										
Square Feet	124,966	124,966	124,966	124,966	124,966	124,966	124,966	128,707	128,707	128,707
Capacity (students)	1,065	1,065	1,065	1,065	1,065	1,065	1,065	879	879	879
Enrollment	733	743	760	785	763	740	740	823	823	789

117

Number of Schools at June 30, 2010
 Elementary = 5
 Middle School = 1
 Senior High School = 1
 Other = 0

Source: District Facilities Office

Collingswood School District
 Schedule of Required Maintenance
 Last Ten Fiscal Years

J-19

**UNDISTRIBUTED EXPENDITURES - REQUIRED
 MAINTENANCE FOR SCHOOL FACILITIES
 11-000-261-xxx**

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	Total
* School Facilities											
High School	\$ 234,133	\$ 248,572	\$ 135,622	\$ 125,447	\$ 79,372	\$ 84,032	\$ 65,434	\$ 76,710	\$ 117,350	\$ 95,801	\$ 1,262,473
Middle School	149,650	158,879	42,783	56,590	46,648	23,827	35,216	24,776	33,800	25,407	597,576
Garfield Elementary	30,296	32,164	52,606	5,000	7,368	5,361	4,887	5,338	17,300	21,808	182,128
Newbie Elementary	40,332	42,820	21,554	11,607	14,971	20,478	9,513	9,524	14,400	12,866	198,065
Sharp Elementary	51,263	54,424	17,744	10,763	17,951	18,788	16,505	33,377	32,050	28,555	281,420
Tatem Elementary	43,167	45,829	7,959	18,896	6,591	9,774	6,888	17,337	17,050	23,017	196,508
Zane North Elementary	42,359	44,973	64,122	23,102	11,402	12,266	17,170	7,118	23,900	19,220	265,632
Total School Facilities	\$ 591,200	\$ 627,661	\$ 342,390	\$ 251,405	\$ 184,303	\$ 174,526	\$ 155,613	\$ 174,180	\$ 255,850	\$ 226,674	\$ 2,983,802

118

* 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

**Collingswood School District
Insurance Schedule
June 30, 2010**

J-20

	<u>Coverage</u>	<u>Self-insured Retention</u>	<u>Deductible</u>
School Package Policy (1)			
Building and Contents (All Locations)			
Limits of liability per occurrence	\$ 250,000,000		\$ 1,000
General and Automobile Liability	5,000,000	\$ 50,000	
School Board Legal Liability	5,000,000		2,500
Workers' compensation	Statutory	250,000	
Comprehensive Crime Coverage	100,000		1,000
Errors and Omissions	5,000,000		5,000
Excess Liability	5,000,000		
Catastrophe Accident Insurance (2)	6,000,000		
Student Accident Insurance (2)	1,000,000		
Surety Bonds (3)			
Treasurer	250,000		
Board Secretary	120,000		

- (1) School Alliance Insurance Fund
- (2) American International
- (3) Selective Insurance Co.

Source: District records

Single Audit Section

INVERSO & STEWART, LLC

**Certified Public Accountants
Registered Municipal Accountants**

12000 Lincoln Drive West, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: iscpas@concentric.net

**-Member of-
American Institute of CPAs
New Jersey Society of CPAs**

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

The Honorable President and Members
of the Board of Education
Collingswood School District
County of Camden
Collingswood, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Collingswood School District (School District), in the County of Camden, State of New Jersey, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement*, and the *New Jersey State Grant Compliance Supplement* that are applicable to each of its major federal and state programs for the fiscal year ended June 30, 2010. The School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs is the responsibility of the School District's management. Our responsibility is to express an opinion on the School District's compliance based on our audit.

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

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

Internal Control Over Compliance

Management of the Collingswood School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the School District's internal control over compliance with the requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey 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 School District's internal control over compliance.

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

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

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

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert A. Stewart
Public School Accountant

Marlton, New Jersey
August 13, 2010

COLLINGSWOOD SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Fiscal Year ended June 30, 2010

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2009			Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2010		
					(Accounts Receivable	Deferred Revenue	Due to Grantor					(Accounts Receivable)	Deferred Revenue	Due to Grantor
U.S. Department of Education														
Passed-through State Department of Education:														
General Fund:														
ARRA - SFSF - ESF (Educ. State Grants)	84.394	N/A	\$ 1,344,779	7/1/09-6/30/10				\$ 1,344,779	\$ (1,344,779)					
ARRA - SFSF - GSF (Government services)	84.397	N/A	52,058	7/1/09-6/30/10				52,058	(52,058)					
Special Revenue Fund:														
Title I:														
ARRA	84.389	N/A	107,306	9/1/09 - 8/31/10					(63,597)		\$ (63,597)			
Fiscal Year 2010	84.010A	NCLB094010	363,371	9/1/09 - 8/31/10				313,695	(323,715)		(10,020)			
Fiscal Year 2009	84.010A	NCLB094009	393,643	9/1/08 - 8/31/09	\$ (44,249)			31,616	(18,458)		(31,091)			
Title II A:														
Fiscal Year 2010	84.367A	NCLB094010	69,207	9/1/09 - 8/31/10				23,854	(18,405)			\$ 5,449		
Fiscal Year 2009	84.367A	NCLB094009	63,031	9/1/08 - 8/31/09	(14,418)			35,691	(39,929)		(18,656)			
Title II D:														
Fiscal Year 2010	84.318X	NCLB094010	3,623	9/1/09 - 8/31/10					(45)		(2,201)			
Fiscal Year 2009	84.318X	NCLB094009	2,918	9/1/08 - 8/31/09	(2,483)			327						
Title III:														
Fiscal Year 2009	84.365A	NCLB094009	15,025	9/1/08 - 8/31/09	(8,435)			5,913	(1,022)		(3,544)			
Title IV:														
Fiscal Year 2009	84.186A	NCLB094009	7,486	9/1/08 - 8/31/09				1,114	(1,114)					
Fiscal Year 2010	84.186A	NCLB094010	6,871	9/1/09 - 8/31/10				6,363	(6,363)					
I.D.E.A. Part B - Basic:														
Fiscal Year 2010	84.027	FT094010	435,482	9/1/09 - 8/31/10				424,010	(430,828)		(6,818)			
Fiscal Year 2009	84.027	FT094009	455,834	9/1/08 - 8/31/09	(106,893)			113,713	(3)			\$ 6,817		
ARRA	84.391	N/A	430,942	9/1/09 - 8/31/10				315,725	(315,820)		(95)			
I.D.E.A. Part B - Preschool:														
Fiscal Year 2010	84.173	PS094010	10,830	9/1/09 - 8/31/10				10,830	(10,830)					
Fiscal Year 2009	84.173	PS094009	11,082	9/1/08 - 8/31/09	(18)			18						
National School of Character														
Fiscal Year 2007	84.318X	Not available	2,000	9/1/06 - 8/31/09		\$ 91			(91)					
Total U.S. Department of Education									2,679,706	(2,627,057)		(136,022)	5,449	6,817
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Enterprise Fund:														
Food Distribution Program:														
Fiscal Year 2010	10.550	N/A	54,472	7/1/09 - 6/30/10				54,472	(54,472)					
School Breakfast Program:														
Fiscal Year 2010	10.553	N/A	29,614	7/1/09 - 6/30/10				27,486	(29,615)		(2,129)			
Fiscal Year 2009	10.553	N/A	24,961	7/1/08 - 6/30/09	(1,556)			1,556						
National School Lunch Program														
Fiscal Year 2010	10.555	N/A	233,856	7/1/09 - 6/30/10				217,982	(233,856)		(15,874)			
Fiscal Year 2009	10.555	N/A	203,943	7/1/08 - 6/30/09	(11,040)			11,040						
Total U.S. Department of Agriculture									312,536	(317,943)		(18,003)		
U.S. Department of Health and Human Services														
Passed-through State Department of Human Services:														
General Fund:														
Medicaid Assistance Program	93.778	N/A	39,423	7/1/09 - 6/30/10	(23,610)			54,818	(39,423)		(6,215)			
Total Federal Awards									\$ 3,047,060	\$ (2,984,423)		\$ (162,240)	\$ 5,449	\$ 6,817

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

COLLINGSWOOD SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended June 30, 2010

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2009			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2010		
				(Accounts Receivable)	Deferred Revenue	Due to Grantor					(Accounts Receivable)	Deferred Revenue	Due to Grantor
State Department of Education													
General Fund:													
Equalization Aid	10-495-034-5120-078	\$ 5,230,093	7/1/09- 6/30/10					\$ 5,230,093	\$ (6,301,522)		\$ (1,071,429)		
Equalization Aid	09-495-034-5120-078	7,501,843	7/1/08- 6/30/09	\$ (978,393)				978,393					
Special Education Categorical Aid	10-495-034-5120-089	845,474	7/1/09- 6/30/10					845,474	(845,474)				
Security Aid	10-495-034-5120-084	225,541	7/1/09- 6/30/10					225,541	(225,541)				
Adjustment Aid	10-495-034-5120-085	1,308,082	7/1/09- 6/30/10					1,308,082	(1,308,082)				
Transportation Aid	10-495-034-5120-014	162,179	7/1/09- 6/30/10					162,179	(162,179)				
Extraordinary Special Education Costs Aid	09-495-034-5120-044	46,468	7/1/08- 6/30/09	(46,468)				46,468					
Extraordinary Special Education Costs Aid	10-495-034-5120-044	22,033	7/1/09- 6/30/10						(22,033)		(22,033)		
On-behalf TPAF Pension Contribution	10-100-034-5095-001	945,104	7/1/09- 6/30/10					945,104	(945,104)				
Reimbursed TPAF Social Security Contr.	10-100-034-5095-002	1,060,491	7/1/09- 6/30/10					1,008,393	(1,060,491)		(52,098)		
Reimbursed TPAF Social Security Contr.	09-100-034-5095-002	1,051,080	7/1/08- 6/30/09	(50,823)				50,823					
Total General Fund				(1,075,684)	-	-	-	10,800,550	(10,870,426)	-	(1,145,560)	-	
Special Revenue Fund:													
NJ Nonpublic Aid:													
Textbook Aid	09-100-034-5120-064	14,984	7/1/08- 6/30/09			\$ 1,055				\$ (1,055)			
Textbook Aid	10-100-034-5120-064	9,440	7/1/09- 6/30/10					9,440	(5,616)			\$ 3,824	
Nursing Aid	10-100-034-5120-070	11,194	7/1/09- 6/30/10					11,194	(11,194)				
Auxiliary Services:													
Compensatory Education	10-100-034-5120-067	80,614	7/1/09- 6/30/10					80,614	(56,223)			24,391	
Compensatory Education	09-100-034-5120-067	56,734	7/1/08- 6/30/09			30,155				(30,155)			
Transportation	09-100-034-5120-067	9,837	7/1/08- 6/30/09			5,385				(5,385)			
ESL	10-100-034-5120-067	2,642	7/1/09- 6/30/10					2,642	(1,944)			698	
Home Instruction	10-100-034-5120-067	387	7/1/09- 6/30/10						(387)		(387)		
Handicapped Services:													
Supplemental Instruction	10-100-034-5120-066	7,188	7/1/09- 6/30/10					7,188	(7,117)			51	
Supplemental Instruction	09-100-034-5120-066	8,260	7/1/08- 6/30/09			5,319				(5,319)			
Examination & Classification	09-100-034-5120-066	15,162	7/1/08- 6/30/09			6,583				(6,583)			
Examination & Classification	10-100-034-5120-066	18,455	7/1/09- 6/30/10					18,455	(15,964)			2,491	
Corrective Speech	09-100-034-5120-066	20,460	7/1/08- 6/30/09			14,665				(14,665)			
Corrective Speech	10-100-034-5120-066	19,728	7/1/09- 6/30/10					19,728	(9,794)			9,934	
Character Education Aid	06-495-034-5120-053	5,302	7/1/05- 6/30/09		\$ 2,894						\$ 2,894		
Rebel	Not available	3,000	7/1/09- 6/30/10					3,000	(3,000)				
Rebel	Not available	3,000	7/1/08- 6/30/09	(1,000)	29		\$ 971						
Rebel	Not available	6,000	7/1/07- 6/30/09		846		(846)						
Autism Grant	Not available	9,166	7/1/08- 6/30/09		2,152				(2,152)				
Autism Grant	Not available	150	7/1/09- 6/30/10					150	(150)				
Art Grant	Not available	264	7/1/06- 6/30/09		64				(64)				
FCSCCE	Not available	1,500	7/1/09- 6/30/10					1,500			1,500		
FCSCCE	Not available	3,000	7/1/08- 6/30/09		2,745				(2,252)		519		
FCSCCE	Not available	3,000	7/1/07- 6/30/09		61		(61)						
Total Special Revenue Fund				(1,000)	8,791	65,162	90	153,891	(115,857)	(65,162)	(387)	4,913	41,389

124

(Continued)

COLLINGSWOOD SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year ended June 30, 2010

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2009			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2010		
				(Accounts Receivable)	Deferred Revenue	Due to Grantor					(Accounts Receivable)	Deferred Revenue	Due to Grantor
NJ Economic Development Authority:													
Capital Projects Fund:													
EDA Educational Facilities Construction and Financing Act - Section 15:													
2005 Allotment:													
High School Rehabilitation	0940-030-05-0ARA	\$ 58,646	7/1/04- 6/30/10	\$ (58,646)							\$ (58,646)		
Middle School Rehabilitation	0940-040-05-0ARD	106,879	7/1/04- 6/30/10	(106,444)							(106,444)		
Sharp School Rehabilitation	0940-070-05-0ARF	93,491	7/1/04- 6/30/10	(93,491)							(93,491)		
Zane North School Rehabilitation	0940-090-05-0ARE	28,393	7/1/04- 6/30/10	(28,393)							(28,393)		
2005 Bond Project:													
High School Additions	0940-030-05-0ALD	8,481,512	7/1/04- 6/30/10	(2,087,665)	\$ 49,709		\$ (39,690)	\$ 1,454,229			(633,436)	\$ 10,019	
Middle School Additions	0940-040-05-0ALE	2,446,390	7/1/04- 6/30/10	(591,141)	224,537		(180,622)	412,782			(178,359)	43,715	
Garfield School Renovations	0940-050-05-0ALF	409,989	7/1/04- 6/30/10	(33,074)							(33,074)		
Newbie School Renovations	0940-060-05-0ALG	616,604	7/1/04- 6/30/10	(47,875)	76,725		(41,095)				(47,875)	35,630	
Sharp School Renovations	0940-070-05-0ALH	613,457	7/1/04- 6/30/10	(49,968)	66,219		(39,436)				(49,968)	26,783	
Tatam School Renovations	0940-080-05-0ALJ	518,724	7/1/04- 6/30/10	(42,102)	58,999		(37,733)				(42,102)	21,266	
Zane North School Rehabilitation	0940-090-05-0ALK	494,696	7/1/04- 6/30/10	(26,606)							(26,606)		
2009 Allotment:													
Sharp School Roof Renovations	0940-070-09-1001	96,803	7/1/09- 6/30/10					96,803	\$ (96,803)				
2006 Allotment:													
Newbie School Renovations	0940-060-05-0DAJ	100,831	7/1/05- 6/30/10	(5,042)	5,042						(5,042)	5,042	
Zane North Windows	Not applicable	250,000	7/1/05- 6/30/10		12,597		(12,105)						
Band Building Project	Not applicable	100,000	7/1/05- 6/30/10		12,597		(12,597)						
Total Capital Projects Fund				(3,170,447)	505,933	-	(363,478)	1,963,814	(96,803)	-	(1,303,436)	142,455	
State Department of Agriculture													
Enterprise Fund:													
National School Lunch Program (State Share)													
Fiscal Year 2010	10-100-010-3360-067	10,849	7/1/09- 6/30/10					9,973	(10,849)		(876)		
Fiscal Year 2009	09-100-010-3350-023	10,268	7/1/08- 6/30/09	(661)				661					
School Breakfast Program (State Share)													
Fiscal Year 2010	09-100-010-3350-021	1,960	7/1/09- 6/30/10					1,960	(1,960)				
Total Enterprise Fund				(661)	-	-	-	12,594	(12,809)	-	(876)	-	
Total State Financial Assistance				\$ (4,247,792)	\$ 514,724	\$ 65,162	\$ (363,388)	\$ 12,930,849	\$ (11,095,895)	\$ (65,162)	\$ (2,450,259)	\$ 147,368	

125

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

**Collingswood School District
Notes to Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2010**

I. GENERAL

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

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State, 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.

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 the 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 (\$93,036) for the general fund. See Exhibit C-3, Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$1,436,260	\$ 10,777,390	\$ 12,213,650
Special Revenue Fund	1,230,220	115,857	1,346,077
Capital Projects Fund		96,803	96,803
Food Service Fund	<u>317,943</u>	<u>12,809</u>	<u>330,752</u>
Total Awards & Financial Assistance	<u>\$ 2,984,423</u>	<u>\$ 11,002,859</u>	<u>\$ 13,987,282</u>

**Collingswood School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2010
(Continued)**

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.

5. OTHER

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

6. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

7. ADJUSTMENTS

Amounts reported in the column entitled "Adjustments" represent the following:

	State
Prior Year receivable canceled	\$ 90
Remove local district share from beginning deferred revenue balance	(363,478)
Total	\$ (363,388)

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

Section 1 – Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued: UNQUALIFIED

Internal control over financial reporting:

1) Material weakness(es) identified? _____ yes X no

2) Significant deficiencies identified that are not considered to be a material weakness? _____ yes X none reported

Noncompliance material to general purpose financial statements noted? _____ yes X no

Federal Awards

Internal Control over major programs:

1) Material weakness(es) identified? _____ yes X no

2) Significant deficiencies identified that are not considered to be a material weakness? _____ yes X none reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.394</u>	<u>ARRA - Education Stabilization Funds</u>
<u>84.397</u>	<u>ARRA - Government Services Funds</u>
<u>84.389</u>	<u>ARRA - Title I</u>
<u>84.391</u>	<u>ARRA - IDEA - Basic</u>
<u>84.027</u>	<u>I.D.E.A. - Basic</u>
<u>10.555</u>	<u>National School Lunch Program</u>
<u>84.010A</u>	<u>N.C.L.B. - Title I</u>
_____	_____

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

Auditee qualified as low-risk auditee? _____ yes X no

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

Section 1 -- Summary of Auditor's Results (Continued)

State Awards

Dollar threshold used to distinguish between type A and type B programs: \$332,800

Auditee qualified as low-risk auditee? X yes no

Internal Control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiencies identified that are
not considered to be a material weakness? yes X none reported

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

Any audit findings disclosed that are required to be reported
in accordance with N.J. OMB Circular 04-04? yes X no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u> 10-495-034-5120-078 </u>	<u> Equalization Aid </u>
<u> 10-495-034-5120-089 </u>	<u> Special Education Categorical Aid </u>
<u> 10-495-034-5120-085 </u>	<u> Adjustment Aid </u>
<u> 10-495-034-5120-002 </u>	<u> TPAF Rimbursed Social Security </u>
<u> 10-100-010-3350-023 </u>	<u> National School Lunch Program (State Share) </u>
<u> #0940-070-09-1001 </u>	<u> Educational Facilities Construction </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

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

Section 2 -- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with paragraph 5.18 through 5.20 of *Government Auditing Standards* and with audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

No findings identified.

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

***Section 3 -- Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs***

This section identifies the audit findings required to be reported by section .510(a) of Circular A-133 and NJOMB Circular 04-04.

FEDERAL AWARDS

No findings and/or questioned costs identified.

STATE AWARDS

No findings and/or questioned costs identified.

**COLLINGSWOOD SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENED JUNE 30, 2010**

This section identifies the status of prior year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, USOMB Circular A-133 and State of NJOMB Circular 04-04.

FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings.

FEDERAL AWARDS

There were no prior year audit findings.

STATE AWARDS

There were no prior year audit findings.