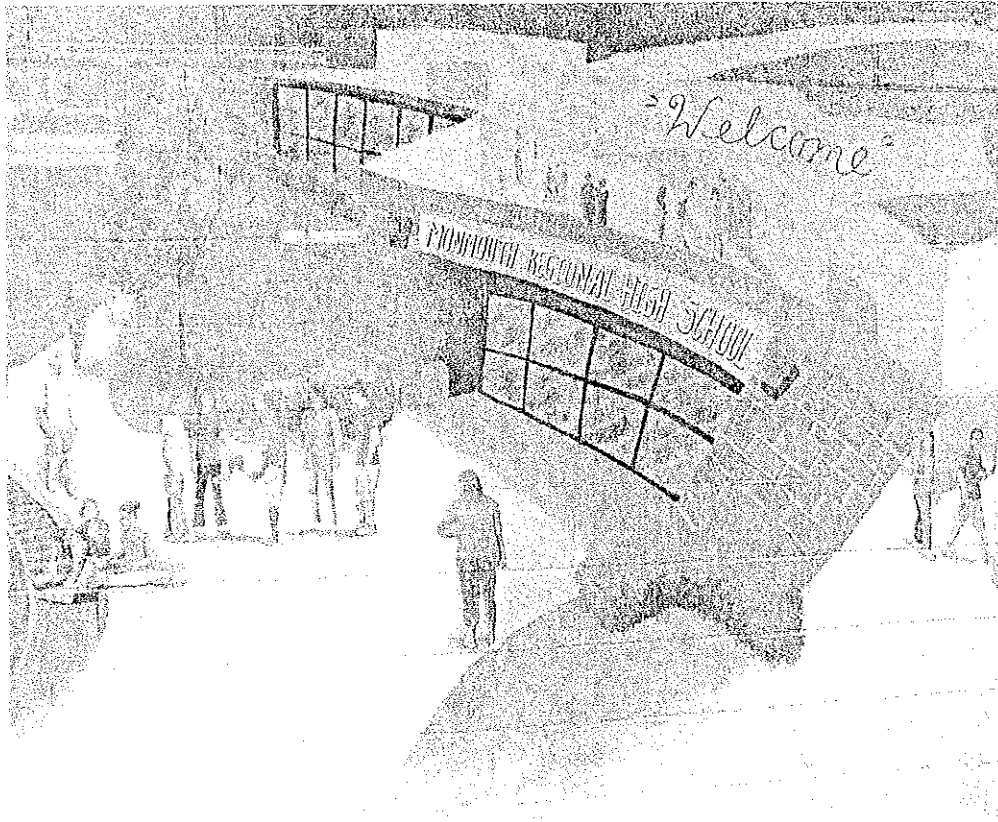


***MONMOUTH REGIONAL HIGH  
SCHOOL DISTRICT  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2009***

# MONMOUTH REGIONAL HIGH SCHOOL DISTRICT



*(Mural of Monmouth Regional High School by Grace Chung, Class of 2006)*

MONMOUTH REGIONAL HIGH SCHOOL BOARD OF  
EDUCATION  
TINTON FALLS, NEW JERSEY  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

*of*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
TINTON FALLS, NEW JERSEY**

***For the Fiscal Year Ended June 30, 2009***

***Prepared by***

***Monmouth Regional High School District Board of Education  
Finance Department***

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Secretary, State Board of Education**

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*INTRODUCTORY SECTION*

**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION**  
**Eatontown \* Shrewsbury Township \* Tinton Falls**

**James W. Cleary**  
*Superintendent ( to 6/30/09)*  
**Charles R. Ford Jr.**  
*Superintendent (7/1/09)*

**One Norman J. Field Way**  
**Tinton Falls NJ 07724**

**Maria Anne Parry, CPA, PSA**  
*School Business Administrator/  
 Secretary to the Board*

**Phone: 732-542-1170**  
**Fax 732-542-5815**

October 27, 2009

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

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report of the Monmouth Regional High School District (District) for the fiscal year ended June 30, 2009 is hereby submitted in accordance with Governmental Accounting Standards Board Statement 34 and 44. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Monmouth Regional High School Board of Education (Board.). To the best of our knowledge and belief, data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 as follows:

- The Introductory Section includes this transmittal letter, the District's organizational chart, a list of principal officials, and a list of consultants and advisors.
- The Financial Section includes the basic 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 Single Audit Section which states that the District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 04-04 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

## **SCHOOL DISTRICT ORGANIZATION**

The Monmouth Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 and Statement 34. All funds and account groups of the district as included in this report. The Monmouth Regional High School Board of Education constitutes the district's reporting entity.

The district provides a full range of educational services appropriate to grade levels 9 through 12. These include regular and vocational as well as special education for handicapped students. The District completed the 2008-2009 fiscal year with an average daily enrollment of 1,123.6 students. Enrollment is defined as students on roll and students placed out of district. Established in 1961, the district is one building which encompasses over 79 acres, 9 wings, 2 floors, 2 gymnasiums, full service cafeteria and state of the art fitness and performing arts centers comprise the district's school facilities.

The district receives students from three towns: Shrewsbury Township, Eatontown and Tinton Falls. In addition to the three towns, the district serves the students of Naval Weapons Station Earle and Fort Monmouth. Shrewsbury Township is the smallest of the three sending towns, spanning only about a few blocks in length. Eatontown is the next largest township and Tinton Falls has the largest square miles of the sending towns.

The Board of Education is comprised of members from all three sending districts. Four members are from Tinton Falls, four are from Eatontown and one is from Shrewsbury Township. All receive equal weight votes and three are elected to three-year terms each April. The Board of Education meets on the first and third Tuesday of the month for regular board meetings. The meetings held on the third Tuesday are more financial in nature than on the first Tuesday of the month. The Board of Education also has two student representatives with non-voting rights on the board. A Junior Class Representative and a Senior Class Representative are selected to sit on the board and give reports at each meeting. During its meetings the board determines district goals and priorities and conducts the business of the Board of Education. All Board meetings are open to the public and begin at 7:45 p.m, unless a time change is needed which is then properly advertised.

The Monmouth Regional PTSA is very active in the District and provides community support for a variety of programs and activities for the students. There are active booster clubs for the athletic teams, band, and performing arts faction of the school. Additionally there are sixteen private scholarship funds graduating students. All associations/clubs and scholarships are very supportive to the students and the district. In September 2007, a family donated monies towards a summer internship program in the technology department. This internship, funded for a minimum of five years, allows a current or recently graduated Monmouth Regional student to work in the district's information technology department. This same family also donated funds to purchase a \$25,000 projector which now is housed in the PAC. The Monmouth Regional High School Board of Education is very grateful to this family for their generosity.

To maintain effective communications, the newsletter named *The Regional Reporter* is published four times each year and mailed home four times a year. Information about the budget is mailed in a special newsletter to all members of the community during the budget review process. The students publish a student newspaper entitled *The Falconaire* which is published approximately eight times during the school year. Both newsletters are also shown on the district's website: [www.monmouthregional.net](http://www.monmouthregional.net) which houses various pieces of information about the district and has contact information for a user to navigate to. In the 2007-2008 school year, the *Falconaire Newspaper* went online and began to publish an online expanded version of the school newspaper. This has proven to be very successful for both students and the school.

The current district website of [www.monmouthregional.net](http://www.monmouthregional.net) was expanded to include public information and continues to be a source of all information for any individual who has internet access.

In 2008 the District instituted the Honeywell Instant Alert program, allowing for parents, staff and students to receive "instant alerts" via their cell phone, landline phone, and e-mail for events that pertain to Monmouth Regional High School. This program has replaced the "snow chain" of informing individuals of school closings. It has been successful in its first year and the Administration plans on expanding the messages to include information about upcoming events at the school.

## EDUCATIONAL PROGRAM/REPORTING ENTITY AND ITS SERVICES

As stated earlier, the District completed the 2008-2009 fiscal year with an average daily enrollment of 1,123.6 students. Enrollment is defined as students on roll and students placed out of district. The following details the changes in the student enrollment of the District over the past few years.

Average Daily Enrollment		
Fiscal Year	Student Enrollment	Percent Change
2008-2009	1,123.6	(4.23)%
2007-2008	1,173.2	.23%
2006-2007	1,170.4	(4.22)%
2005-2006	1,222.0	1.28%
2004-2005	1,206.5	2.13%
2003-2004	1,181.3	6.50%
2002-2003	1,108.8	2.50%
2001-2002	1,081.5	6.50%



(Jim Gurbisz retired jerseys. Captain Gurbisz was a graduate of Monmouth Regional H.S. and was fallen in Iraq in 2005. MRHS retired his numbers forever in 2006.)

The District provides a full range of educational services appropriate to grade levels 9 through 12. The school follows the district-wide goals and educational approaches to the teaching of children, while maintaining a unique personality that make up that particular school. All curricula in our district have been aligned to the New Jersey Core Curriculum Content Standards.

**High School:** The building has one Principal, two Assistant-Principals, and two school nurses. The rest of the administrative team is made up of the following individuals:

- A. Supervisors:
  - a. Applied Technology
  - b. English
  - c. Math/Science
  - d. Social Sciences/World Language/ESL
  - e. Music/Library (supervised by Assistant Principal)
- B. Director of Athletics/Supervisor of Physical Education
- C. Director of Guidance
- D. Director of Special Services
  - a. Child Study Team
  - b. Special Education Instructional Supervisor
  - c. Basic Skills Instruction
  - d. Special Education Department

The district has worked very hard in the past five years to combine supervisor positions to create future savings.

The school can be best described as a warm, friendly and full of school spirit environment.

Monmouth Regional High School offers a comprehensive educational program that was developed to meet the needs of all students, whether they are in the need of advanced placement courses, remedial instruction, or something in between.

In 2008-2009, several departments developed a new program, the AP Academy in an effort to retain more high-performing students than losing them to the Vocational School Academies. This program was created without any strain on district funds. The students selected for entry into the program will have a four year course of study outlined for them that includes accelerated or Advanced Placement courses, summer internships, senior seminars and the potential to earn up to 30 college level credits. Out of 40 open seats for the class of 2013, 36 students have been enrolled for the 2009-2010 year, which is an excellent start for the District.

The English Department presents a variety of activities within its course content. Reading discussions in both large and small group settings, short story and poetry writing, dramatic recitation, audio and video presentations, and other techniques enhance class format. Teachers have utilized the team teaching practice, implemented higher level thinking skills in its teaching practice, and developed longitudinal portfolios to support college application trends. The English Department has instituted a drop-in computer lab that is staffed by an English teacher.

The Mathematics Department offers a wide variety of courses, both in mathematics and computer science, to meet the needs of the students. To meet this need, the staff incorporates small group instruction as well as peer-to-peer tutoring. A two-year Algebra 1 course was added to give all students access to algebra. An additional course of study in Flash Technology was added in 2007-2008 due to the student's requests for the program. Students are given the opportunity to see mathematics in real-life applications through the addition of a Probability and Statistics course. The department is committed to excellence in mathematics education and its desire to enlighten the students on the power of mathematics.

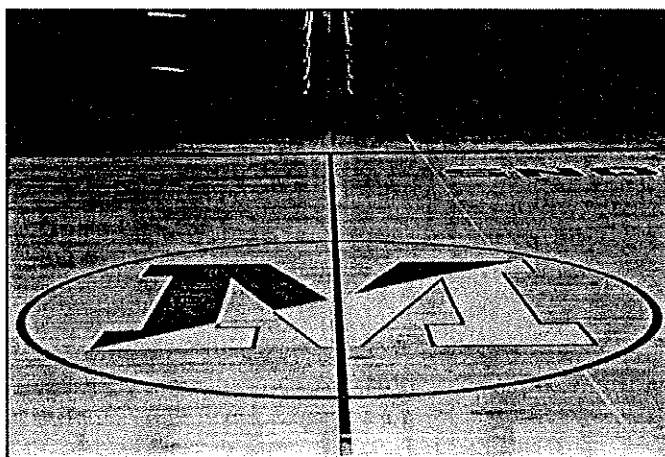
The Science Department offers courses at different levels allowing students of diverse abilities to enroll in science classes. The students are engaged in cooperative learning activities as well as research projects as part of their science experience. Innovative Forensics and Med-Tech programs meet the needs of students of all ability levels.

The Social Studies Department offers a wide variety of courses including World History, America Since 1945, Sociology, Psychology, and African American Studies. The curricula incorporate human rights issues along with tolerance for all. The department supports clubs such as "Adopt a Survivor", "Heifer International", "As One (support for Uganda students)" and "Support the Troops" that reinforce the students' skills and course content.

The Special Education Department at Monmouth Regional High School is all-inclusive and consists of two separate child study teams. It offers a curriculum which has established priorities, objectives, and goals for all courses and units within the program that are based on clearly defined expectations for all students. The learning expectations of the special education curriculum address the diverse learning needs of the students without compromising the essential knowledge and skills students are expected to learn. The Special Education Department employs a multi-sensory and teacher-centered format for the learning disabled student. Individualized programs such as the Wilson Reading Program, Study Island, and the Career Training Program are used to address the unique needs of our classified high school students. In addition, an effective inclusion program was developed that gives all students an opportunity to be integrated into the school community.

The school's World Language Department offers programs that provide a core curriculum in four language skills: listening, speaking, reading, and writing. Its wide range of offerings promotes tolerance and embrace diversity. Students are encouraged to think beyond their own backgrounds and value the differences within the world community.

The Physical Education Department offers a wide variety of activities that allow students to develop socially, emotionally, cognitively, and physically. Students are involved in many activities including the use of the fitness center and the Adventure Training course. The low elements course was built in 2005 while the high elements course was erected in 2006. Students are taught teamwork, problem-solving, and motivational techniques throughout these activities. Included as part of the Physical Education Department are drivers' education and health. Additional equipment was purchased in 2008 to add to the fitness center to expand the healthy lifestyle program. The Health curriculum was designed to teach students life skills. Activities in the classes foster communication skills and cooperative learning that teach, among other things, respect.



*Newly repainted Monmouth Regional High School Gym Floor*

The Business Department identifies elective courses including vocational cooperative marketing and life skills designed to encourage problem-solving, critical thinking and intellectual inquiry. This is an extensive, practical program grounded in accomplishing the goals set before them. Students are afforded the opportunity to express themselves creatively and develop their own imagination while gaining a broad appreciation of the business world.

The Family and Consumer Science Department offers courses across four areas: foods, child development, clothing, and fashion design. These programs were designed to prepare students for the working world as well as providing life skills for the students. The program accommodates students from all ability levels. The learning is student-centered with the teacher in the role of facilitator. Students who have participated in these course of studies have been accepted in some of the finest schools for further study.



The Industrial Arts Department offers courses, strongly emphasizing and concentrating on current technology, in the fields of graphic arts, photography, electronics technology, and engineering graphics. The curricula are determined by skill level rather than grade level. The Cisco Networking Academy, housed under this department, teaches students to design, build, and maintain computer networks. Upon completion of Cisco II, students have the opportunity to take the Cisco Certified Network Association exam and receive certification upon passing. Students successfully completing Cisco I and II are also eligible for up to 16 credits at Brookdale Community College in Networking.

The Music program at Monmouth Regional High School offers courses in band, entertainment techniques, chorus, and music theory. All curricula cover music of various cultures, eras, and styles. Both vocal and instrumental students are afforded the opportunity to receive individual instrumental lessons for more selective ensembles.

### **Core Curriculum Contents Standards**

Our district is in line with the New Jersey Core Curriculum Contents Standards. All district curricula have been aligned with the Standards.

### **Staff Development**

The Monmouth Regional High School District provides its teaching staff with many opportunities for professional development.

New teachers have an additional day dedicated to new teacher training. A teacher's manual is given to all new teachers as well as an assigned mentor to provide support throughout the school year.

In the beginning of the year, one full day is dedicated to staff development. The teachers meet in the morning for sessions, have lunch, and then in the afternoon have breakout sessions regarding the training.

During the year there is another full day dedicated to staff development. The topics can range from bullying, character education, diversification and assessment. The teachers spend the morning in workshops, have lunch and then in the afternoon have break out sessions to work on their assessments.

Throughout the school year teachers are afforded the opportunity for professional days as well as after school programs taught in-district.

## **Technology**

Monmouth Regional's Enterprise class computer network contains many features that surpass most small and medium sized companies. Our 100+ Administrative computers provide electronic student records, payroll, and budget capabilities, as well as Internet access for all employees. Our 300 student network machines provide all Monmouth Regional students with access to the Internet as well as the newest high tech software programs in our nine computer labs. Each faculty member and student has access to his/her own personal network account. Each user has their own network directory to save, store and retrieve files. By logging into any computer in the building, users are automatically given access to their folders and can work with them from any location. The Citrix Metaframe (ClassLink) servers enables student and staff access to a majority of the district's software as well as their own personal work from anywhere in the world.

### **General Network Specifications:**

#### **Wiring:**

- Complete Redundant 2 Gigabit Fiber Optic Backbone.
- Gigabit Managed Network Switches.
- Cat-5 wiring to every classroom.

#### **Servers:**

- 15 Domain Controllers / File Servers.
- Eight Citrix Metaframe Servers for the Student Network
- In House Mail Server, featuring faculty and staff web mail access.

#### **Internet Connection:**

- 20 Megabit Cable Modem Service

#### **Network Security:**

- Administrator determined user rights on each student workstation, restricting access to system configuration.
- Firewall provides protection from external Internet sites from entering into the system.
- Secure School Internet Filter provides protection against access to sites deemed inappropriate by the C.I.P.A.Law, Administration and the Board of Education.

#### **System Maintenance:**

- One full time professional network administrator and two technicians (one full time; one part time) maintain and support our network.
- Centralized remote software distribution.

## **Here Is a General Breakdown of Our Computer Labs:**

### Computer Aided Drafting Lab

Our Computer aided design and drafting lab, contains Dell precision workstations, featuring Intel Core 2 Duo Processors, 2 Gigabytes of RAM, 80 Gigabyte Hard Drives, and 256 Megabyte Video Cards. Each workstation is equipped with Autodesk Design Academy, Microsoft Office 2003 Professional. The lab also includes a professional Hewlett Packard plotter, Overhead LCD Projector with a Smart Board and 3 networked Laser/Ink Jet Printers by Hewlett-Packard. Students learn professional industrial drafting techniques, desktop publishing and real world computerized problem solving in the architectural field.

### Business Education Lab

Our Business Education lab contains Televideo Thin Client Devices. They connect to the central server farm and provide access to all of the software installed on the ClassLink system. This lab also has networked laser and color printers, and an Overhead LCD Projector. Students learn fundamental operational concepts, keyboarding/typing, word processing, and database/spreadsheet development.

### Video / Film and Robotics

In our video / film classroom, students are able to produce, edit video movies using Adobe Premiere. These machines contain dual core Processors, 512 Megabytes of RAM and video capture devices. Our electronics classroom contains computers to aid in the design and programming of robotic modules.

### Computer Science Lab

Our Computer Science Lab houses Dell workstations with Intel Pentium IV 3 GHz processors, with 1 Gigabyte of RAM and 80 Gigabyte hard drives. Our students program in a variety of languages including Quick Basic, Visual Basic, HTML, Java, and C++. Senior students also have the opportunity to explore computer science topics of their choice, including advance programming, and Advanced Web Page Development. Software includes Microsoft Visual Studio, Microsoft Front Page, and Office 2003. The lab is also equipped with a Overhead LCD Projector, Networked Laser printer and a scanner.

### 103 Lab

Monmouth Regional's 103 Computer Lab features 28 Televideo Thin Clients, Overhead LCD Projector and Laser Printer. Teacher and Supervisors sign up for use of the room and provide the software they will be using.

### Cisco Networking Academy Lab

The Cisco lab features 20 HP Thin Client Workstations, notebook computers, network switches and routers for Cisco course curriculum as well as for Internet research use. The Lab also contains a overhead LCD Projector and a networked laser printer. When the Cisco Academy is not using the lab other classes may use it. Teacher and Supervisors sign up for use of the room and provide the software they will be using.

### Photography / Graphics Arts Lab

Our Photography / Graphic Arts lab contains Dell PC's, featuring Dual Core Intel Pentium Processors, 1 Gigabyte of RAM, 80 Gigabyte Hard Drives, built in multimedia card readers and 256 Megabyte Video Cards. Students create graphical images, professional publications, and industrial artwork using Adobe Creative Suite. The lab also features 2 color scanners, a networked laser printer, 2 networked photo quality Inkjet printers, one professional Epson Stylus for printing final product and a overhead LCD Projector.

### Media Center Lab

Our Media Center lab contains Hewlett Packard thin client computers. They provide various resources including, Internet research as well as a place for our students to put the finishing touches on a report. Every computer has access to the ClassLink system and all of the standard district applications. The students also have access both a standard black and white as well as a color laser printer. Sagebrush Software produces Winnebago, our electronic card catalog software. There is also an overhead LCD projector available for use.

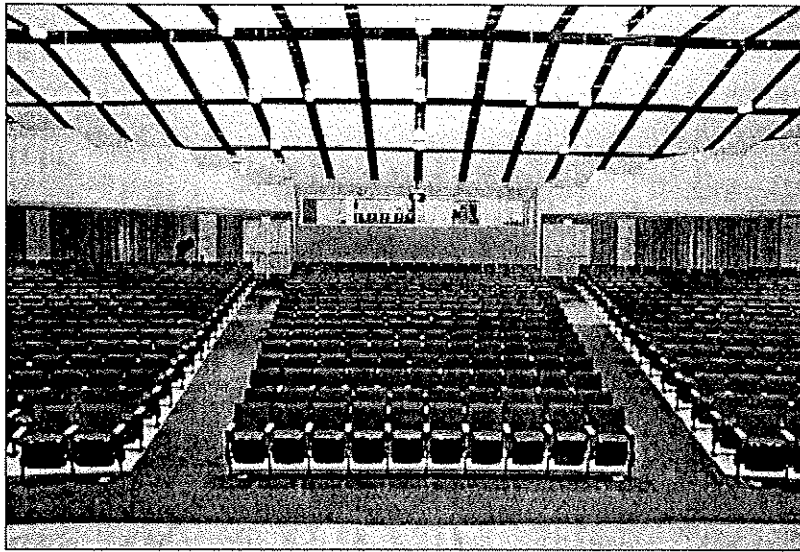
### Writing Lab / Drop in center

Our writing lab and drop in center offer all Monmouth Regional students access to Televideo Thin Client workstations for writing, editing and drafting reports and term papers. This lab uses Microsoft Office for word processing; each lab is connected to a networked laser printer. The drop in center is staffed before school and throughout the day.

### **Business Office**

The business office is comprised of the following individuals: School Business Administrator, the Business Administrator Intern, Secretary to the Business Administrator, Accounts Payable, Payroll, Transportation Supervisor and Transportation Secretary. This office is responsible for financially running the school district. Increased workload due to challenges faced from State and Federal mandates, while maintaining current staff levels, continues to be a challenge. The office is continually looking to streamline costs and find new opportunities for the district.

The office continues to be a hard working component of the entire district.



*(Monmouth Regional High School Performing Arts Center)*

### **ECONOMIC CONDITION AND OUTLOOK**

In Tinton Falls, residential housing will increase for the next several years due to new communities being built and opened over the next few years. A new “premium outlet” shopping center opened November 2008, increasing opportunities for individuals to live in Tinton Falls, Eatontown and Shrewsbury Township. The percent of share, the calculation based upon current enrollments for determining how Monmouth Regional High School’s tax levy is split, has stayed relatively the same from 2008-2009 to 2009-2010.

While smaller geographically than Tinton Falls, Eatontown has a larger population and is more densely populated. Eatontown is 90% developed and has fewer than fifty lots available for residential development. Eatontown is the home of Fort Monmouth, which is one of the military installations designated by the BRAC (Base Realignment and Closure) commission that will close by 2012. The closure of the Base could have a significant impact on the enrollments of military dependents and children of civilian support staff in the future. Monmouth Regional High School Board of Education has already seen a large impact on the district revenues due to a \$300,000 loss in Federal Impact Aid.

Shrewsbury Township has no development planned and all shifts in enrollment are a result of family dynamics.

Currently there is an issue with the housing of Earle Weapons Station. The military housing apartments are contracted with the Navy to be turned over to civilian use. The issue entails who will educate the children living in these apartments- Colts Neck or Tinton Falls? The decision will have an impact on Monmouth Regional’s enrollment, but it is not expected to be cause for concern. Future enrollment at Monmouth Regional High School is something that cannot be accurately predicted due to the impending Fort closure, the economic conditions of the State, Nation and the overall slumping housing market.

## MAJOR INITIATIVES

### PUPIL PERFORMANCE OBJECTIVES – 2008-2009

#### Goal 1                      2008-2009 Target Goal

By June 2009, 80% of the total eleventh grade student population will score proficient or advanced proficient range on the mathematics sections of the HSPA. Additionally, all subgroups as measured under NCLB legislation will make safe harbor in the mathematics sections of the HSPA. (10% fewer partially proficient) This will be accomplished through:

- i. Early identification of students requiring remediation by using an in-house test, GEPA scores, and teacher recommendation. Ninth grade students will be placed in the remedial mathematics course, Number Sense to address mathematical deficiencies.
- ii. Provide each teacher with a copy of the curriculum infused with HSPA skills. Teachers will use this document as a “working curriculum”.
- iii. Provide each teacher with a breakdown of HSPA skills in order to help them incorporate such skills in each lesson.
- iv. Continue to use software packages such as Study Island, for all sophomore and junior students which can be used in class and at home to reinforce HSPA skills
- v. Offer volunteer summer tutorial workshops at Monmouth Regional High School in Math and Language Arts to 11<sup>th</sup> graders that did not achieve proficiency on their spring HSPA test scores.

This goal addresses #1 (To equip students with literacy and skills to function in a rapidly changing technological society by incorporating problem solving skills, the ability to think critically and perform critical analysis.) and Core Curriculum Content Standards Mathematics 4.1, 4.2, 4.3, 4.4, 4.5, 4.6, 4.7, 4.8, 4.9, 4.10, 4.11, 4.12, 4.13, 4.14.

#### Descriptive Statement

By June 2009, students in the eleventh grade, including all subgroups, will develop the skills necessary to pass the HSPA that will be administered in March 2009. At a minimum, all subgroups will meet state benchmarks or safe harbor as required by NCLB.

#### Cumulative Progress Indicators

Students in the remedial mathematics sections will have teacher assessments through prescriptive instruction during each marking period as well as formal evaluation each marking period. Successful grades in the mathematics courses and in-house assessments will indicate a high potential for success on the HSPA.

## **INTERNAL CONTROLS**

Management of the district is responsible for establishing and maintaining an internal control system 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 system 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 state and federal awards, the district is also responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws, regulations, contracts and grants related to those programs. This internal control system 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 adequacy of the internal control system, 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.

## **BUDGETARY CONTROLS**

In addition to internal accounting controls, the district maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipalities. Annual appropriated budgets are adopted for the general fund, the special revenue funds, and the debt service 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 at fiscal year end. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2008.

## **ACCOUNTING SYSTEM AND REPORTS**

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

## **DEBT ADMINISTRATION**

As of June 30, 2009 the District has \$2,335,000 in outstanding general obligation bonds.

## CASH MANAGEMENT

The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The district has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision 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 institute in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where they funds are secured in accordance with the Act.

## RISK MANAGEMENT

The Board carried 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.

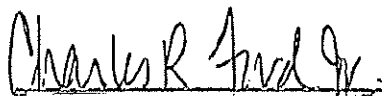
## INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Cannone and Company was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet requirements of the Single Audit Act of 1984, as amended and the related OMB Circular A-133 and state Treasury Circular Letter 04-04 OMB. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

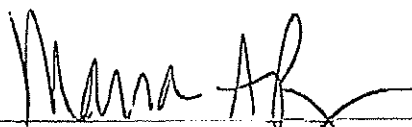
## ACKNOWLEDGEMENTS

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

Respectfully submitted,



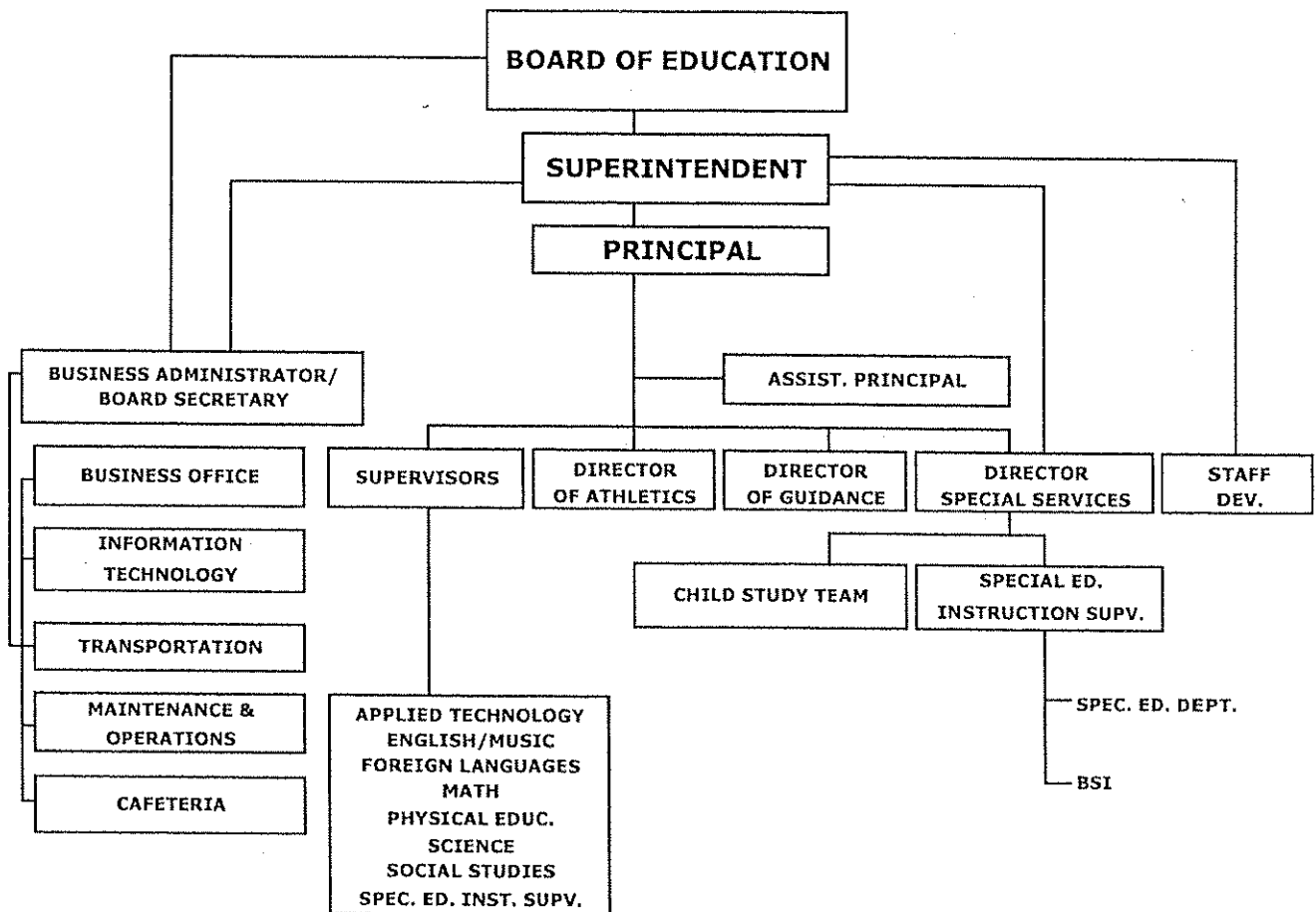
Mr. Charles R. Ford Jr.  
Superintendent of Schools



Mrs. Maria Parry, CPA, PSA  
School Business Administrator/  
Secretary to the Board



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
ORGANIZATIONAL CHART**



**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
TINTON FALLS, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2009**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Anthony Schaible, President	2010
Joseph P. Gaetano, Vice President	2011
John Carretta	2012
Jonathan Cohen	2012
Mary Anne Linder	2010
Thomas C. Neff	2010
Steven B. Seavey	2011
Linda Thatcher	2012
Joellen L. Wernikowski	2011

**Other Officials**

James W. Cleary, Superintendent (to 06/30/09)

Charles R. Ford Jr., Superintendent (effective 07/01/09)

Maria Anne Parry, CPA, PSA, School Business Administrator/Board Secretary

Jean W. Foulke, Treasurer

Martin M. Barger, Esq. Solicitor

**MONMOUTH REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
TINTON FALLS, NEW JERSEY**

**CONSULTANTS AND ADVISORS  
June 30, 2009**

***Audit Firm***

Cannone & Company, P.A.  
485 Morris Avenue  
Springfield, NJ 07081

***Attorneys***

Martin M. Barger, Esq.  
Reussille, Mausner, Carotenuto, Barger & Steel  
365 Broad Street  
P.O. Box 580  
Red Bank, NJ 07701

***Official Depositories***

Bank of America  
Eatontown, NJ

N.J. Cash Management Fund  
Jersey City, NJ 07311-3977

TD Bank  
500 Shrewsbury Avenue  
Tinton Falls, NJ 07701

***FINANCIAL SECTION***

**CANNONE AND COMPANY, P.A.**  
*Certified Public Accountants*  
485 Morris Avenue  
Springfield, New Jersey 07081  
(973) 379-6868  
FAX (973) 379-6278

MEMBER:

American Society of Certified Public Accountants  
New Jersey Society of Certified Public Accountants

**Independent Auditor's Report**

The Honorable President and  
Members of the Board of Education  
Monmouth Regional High School District  
County of Monmouth  
Tinton Falls, New Jersey

We have audited the accompanying general-purpose financial statements of the Monmouth Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 2009 as listed in the table of contents. These general-purpose financial statements are the responsibility of the Monmouth Regional High School Board of Education management. Our responsibility is to express an opinion on these general-purpose 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 general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Monmouth Regional High School Board of Education in the County of Monmouth, State of New Jersey, as of June 30, 2009, and the results of its operations and the cash flows of its proprietary fund types (and similar trust fund types) 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 October 31, 2009 on our consideration of the Monmouth Regional High School Board of Education'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 *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 21 through 29 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Monmouth Regional High School Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining fund financial statements and schedules listed in the table of contents 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, financial schedules 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.

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



Nicholas A. Cannone  
Licensed Public School Accountant  
No. CS-02103  
Cannone & Company, PA  
Certified Public Accountants

***REQUIRED SUPPLEMENTARY INFORMATION***  
***PART I***

***MANAGEMENT'S DISCUSSION AND ANALYSIS***



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
UNAUDITED**

The discussion and analysis of Monmouth Regional High School District's financial performance provides an overall review of Monmouth Regional's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at Monmouth Regional High School's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the Monmouth Regional High School's financial performance.

The Management's Discussion and Analysis (MD&A) is a new element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* issued in June 1999.

### **Financial Highlights**

Key financial highlights for 2009 are as follows:

In total, net assets increased \$2,071,177, which represents a 82.21 percent increase from 2008.

General revenues accounted for \$24,958,321 in revenue or 90.79 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$2,530,213 or 9.21 percent of total revenues of \$27,488,534.

Total assets of governmental activities increased by \$1,846,088, as cash and cash equivalents, and investments increased by \$732,598, receivables decreased by \$22,089, and capital assets increased by \$1,135,306.

Monmouth Regional High School had \$25,417,357 in expenses; only \$2,530,213 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$24,958,321 and fund balance were adequate to provide for these programs.

On a modified-accrual basis of accounting, the General Fund had \$25,847,667 in revenues and \$25,394,525 in expenditures. As a result, the General Fund's fund balance increased by \$800,733 over 2008.

### **Using this Comprehensive Annual Financial Report (CAFR)**

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

This annual report consists of three parts—management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of Monmouth Regional High School:

## District-Wide Financial Statements (Statement of Net Assets and Statement of Activities)

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the Monmouth Regional's overall financial status.

## Fund Financial Statements

- The remaining statements are fund financial statements that focus on individual parts of Monmouth Regional, reporting Monmouth Regional's operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services like regular and special education were financed in the short term as well as what remains for future spending.
- Proprietary funds statements offer short and long-term financial information about the activities Monmouth Regional operates like businesses, such as food services.
- Fiduciary funds statements provide information about the financial relationships in which Monmouth Regional High School acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of Monmouth Regional High School Board of Education's budget for the year.

**Figure A-1**  
**Major Features of District-Wide and Fund Financial Statements**

	District-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required financial statements	•Statement of net assets •Statement of activities	•Balance sheet •Statement of revenues, expenditures, and changes in fund balances	•Statement of net assets •Statement of revenues, expenses, and changes in fund net assets •Statement of cash flows	•Statement of fiduciary net assets •Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of assets/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term, and long-term. Monmouth Regional's funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year, expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions, during the year, regardless of when cash is received or paid

Figure A-1 summarizes the major features of Monmouth Regional High School's financial statements, including the portion of Monmouth Regional's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Continued

## **Fund Financial Statements (Continued)**

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, Monmouth Regional High School, presenting both an aggregate view of Monmouth Regional's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental fund, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Monmouth Regional High School District, the General Fund is by far the most significant fund.

### **Reporting the School District as a Whole Statement of Net Assets and the Statement of Activities**

While this document contains the large number of funds used by Monmouth Regional to provide programs and activities, the view of Monmouth Regional High School, as a whole looks at all financial transactions and asks the question, "How did we do financially during 2009?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of Monmouth Regional High School has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the Percent of Share property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, Monmouth Regional High School is divided into two district kinds of activities:

**Governmental activities** – All of Monmouth Regional High School's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

**Business-Type Activity** – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

### **Reporting Monmouth Regional High School's Most Significant Funds Fund Financial Statements**

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

#### **Governmental Funds**

The District's activities are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of Monmouth Regional

Continued

## Governmental Funds (Continued)

District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

## Enterprise Fund

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

## Notes to the Financial Statements

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

## The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of Monmouth Regional High School as a whole. Net assets may serve over time as a useful indicator of a government's financial position. Monmouth Regional's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of Monmouth Regional High School's net assets for 2009 with comparative amounts for 2008.

**Table A-1**  
**Summary of Net Assets**

	<b>MRHS Total 2009</b>	<b>MRHS Total 2008</b>	<b>Increase (Decrease) From 2008</b>	<b>Total Percentage Change 2008-2009</b>
Current and Other Assets	\$ 5,796,650	\$ 5,113,219	\$ 683,431	13.37%
Capital Assets	8,493,111	7,319,348	1,173,763	16.04%
Total Assets	\$ 14,289,761	\$ 12,432,567	\$ 1,857,194	14.94%
Long-Term Debt Outstanding	\$ 3,959,147	\$ 4,079,883	\$ (120,736)	-2.96%
Other Liabilities	66,198	159,446	(93,248)	-58.48%
Total Liabilities	\$ 4,025,345	\$ 4,239,329	\$ (213,984)	-5.05%
Net Assets:				
Invested in capital assets, net of related debt	\$ 5,792,387	\$ 4,247,559	\$ 1,544,828	36.37%
Restricted	3,699,687	4,402,357	(702,670)	-15.96%
Unrestricted	772,342	(456,678)	1,229,020	-269.12%
Total Net Assets	\$ 10,264,416	\$ 8,193,238	\$ 2,071,178	25.28%

Continued

**The School District as a Whole (Continued)**

Table 2 shows changes in net assets for fiscal year 2009 with comparative amounts for 2008.

**Table A-2  
Summary of Changes in Net Assets**

	<b>MRHS Total 2009</b>	<b>MRHS Total 2008</b>	<b>Increase (Decrease) From 2008</b>	<b>Total Percentage Change 2008-2009</b>
<b>REVENUES</b>				
Program Revenues:				
Charges for Services	\$ 663,031	\$ 692,427	\$ (29,396)	-4.25%
Federal and State				
Categorical Grants	1,867,182	2,799,727	(932,545)	-33.31%
General Revenues:				
Property Taxes	19,567,192	19,022,935	544,257	2.86%
State Formula Aid	4,957,551	4,539,297	418,254	9.21%
Other	433,578	434,400	(822)	-0.19%
Total Revenues	\$ 27,488,534	\$ 27,488,786	\$ (252)	0.00%
<b>EXPENSES</b>				
Instruction	\$ 11,725,006	\$ 13,463,644	\$ (1,738,638)	-12.91%
Student Support Services	13,172,162	12,403,329	768,833	6.20%
Other	520,189	485,115	35,074	7.23%
Total	\$ 25,417,357	\$ 26,352,088	\$ (934,731)	-3.55%
Increase (Decrease) in Net Assets	\$ 2,071,177	\$ 1,136,698	\$ 934,479	82.21%

**Governmental Activities**

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek over approval for Monmouth Regional High School District operations. Property taxes made up 71.1 percent of revenues for governmental activities for Monmouth Regional High School District for fiscal year 2009. Monmouth Regional's total revenues were \$27,488,534 for the year ended June 30, 2009. Federal, state, and local grants and state aid accounted for another 6.79 percent of revenue.

**Business-Type Activities**

Revenues for Monmouth Regional's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

Food service expenses exceeded revenues by \$5,259.

Charges for services represent \$399,379 of revenue. This represents amounts paid by patrons for daily food service.

Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$70,994.

Continued

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the Regional District's taxpayers by each of these functions.

**Table A-3  
Cost of Services vs Net Cost of Services**

	<b>Total Cost of Services 2009</b>	<b>Net Cost of Services 2009</b>	<b>Total Cost of Services 2008</b>	<b>Net Cost of Services 2008</b>
Instruction	<b>\$ 11,725,006</b>	<b>\$ 10,786,065</b>	\$ 13,463,644	\$ 11,693,343
Support Services:				
Pupil and Instructional Staff	<b>5,845,900</b>	<b>5,439,433</b>	5,893,776	5,342,448
Administration	<b>1,998,999</b>	<b>1,891,775</b>	2,157,714	1,945,424
Operation and Maintenance of Facilities	<b>2,771,938</b>	<b>2,631,331</b>	2,297,511	2,163,457
Pupil Transportation	<b>2,555,325</b>	<b>2,040,502</b>	2,054,328	1,556,675
Interest on Long Term Debt	<b>120,810</b>	<b>49,468</b>	139,228	139,228
Total Expenses	<b>\$ 25,017,978</b>	<b>\$ 22,838,574</b>	\$ 26,006,201	\$ 22,840,575

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

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

General administration, school administration, and business include expenses associated with administrative and financial supervision of Monmouth Regional High School District.

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

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

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$26,880,376 and expenditures were \$26,425,893. The net change in fund balance for the year was most significant in the General Fund, a increase of \$800,733.

As demonstrated by the various statements and schedules included in the financial section of this report, Monmouth Regional High School continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2009, and the amount and percentage of increases and decreases in relation to prior year revenues.

Continued

**The School District's Funds (Continued)**

**Table A-4**  
**Summary of Revenues-Governmental Funds**

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2008</u>	<u>Percent of Increase (Decrease)</u>
Local Sources	\$ 20,129,637	74.89%	\$ 351,429	1.78%
State Sources	5,799,162	21.57%	(1,070,444)	-15.58%
Federal Sources	951,577	3.54%	559,557	142.74%
Total	\$ 26,880,376	100.00%	\$ (159,458)	-0.59%

The increase in Local Sources is mostly attributed to an increase in the Local Tax Levy of \$544,257, and a decrease in Transportation Fees of \$47,154.

The decrease in State Sources is mostly attributed to decreases in unrestricted state aid totaling \$1,044,610 and decreases in various restricted aid and state grants totaling \$25,834.

The increase in Federal Sources is mostly due to an increase in P.L. 81-874 (Impact Aid) of \$559,557.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2009 and the percentage of increases and decreases in relation to prior year amounts.

**Table A-5**  
**Summary of Expenditures-Governmental Funds**

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2008</u>	<u>Percent of Increase (Decrease)</u>
Current Expense:				
Instruction	\$ 9,064,607	34.30%	\$ (127,562)	-1.39%
Undistributed Expenditures	15,352,921	58.10%	(1,041,521)	-6.35%
Capital Outlay	1,344,752	5.09%	42,447	3.26%
Debt Service	663,613	2.51%	(3,199)	-0.48%
Total	\$ 26,425,893	100.00%	\$ (1,129,835)	-4.10%

Changes in expenditures were the results of varying factors. Current expense increased due to additional staff and students, and increased health benefits and utility costs.

Continued

### General Fund Budgeting Highlights

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

Over the course of the year, Monmouth Regional High School revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- Extraordinary aid, which is state aid for special education students whose individual program cost exceeds \$40,000 per year, was not anticipated as there is no guarantee from the Department of Education that these funds would be available.
- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- Tuition for special education students is budgeted based on the existing and known incoming students at the time the budget is submitted. Students move into and out of the District during the summer as well as the school year which necessitates transferring funds to the appropriate account to pay these special education costs.
- Student transportation is provided using a blend of in-house and vendor services. Depending on the type of service, transfers to various accounts were needed to pay these costs.

### Capital Assets

At the end of the fiscal year 2009 the School District had \$8,454,654 invested in land, building, furniture and equipment, and vehicles. Table A-6 shows fiscal year 2009 balances compared to 2008.

**Table A-6**  
**Summary of Capital Assets**  
**(Net of Depreciation)**

	<b>MRHS Total 2009</b>	<b>MRHS Total 2008</b>	<b>Increase (Decrease) From 2008</b>	<b>Total Percentage Change 2008-2009</b>
Land	\$ 120,340	\$ 120,340	\$ -	-
Site Improvements	170,939	194,118	(23,179)	-11.94%
Buildings	7,109,766	6,247,218	862,548	13.81%
Machinery and Equipment	1,053,609	757,672	295,937	39.06%
<b>Total</b>	<b>\$ 8,454,654</b>	<b>\$ 7,319,348</b>	<b>\$ 1,135,306</b>	<b>15.51%</b>



Continued

**Debt Administration**

At June 30, 2009, Monmouth Regional High School had \$3,959,147 of outstanding debt. Of this amount \$1,243,051 is for compensated absences; \$381,096 for various capital leases; and \$2,335,000 of serial bonds for school construction.

**Table A-7  
Summary of Outstanding Long-Term Debt**

	<u>MRHS 2009</u>	<u>MRHS 2008</u>	<u>Total Percentage Change 2008-2009</u>
General Obligation Bonds (Financed with Property Taxes)	\$ 2,335,000	\$ 2,870,000	-18.64%
Other	1,624,147	1,209,883	34.24%
Total	\$ 3,959,147	\$ 4,079,883	-2.96%

**For the Future**

The Monmouth Regional High School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the continued enrollment growth of the District with the increased reliance on local property taxes. However, future finances are not without challenges as the community continues to grow with State and Federal funding on the decline.

In conclusion, the Monmouth Regional High School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. Monmouth Regional High School District plans to continue its sound fiscal management to meet the challenge of the future.

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of Monmouth Regional High School District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mrs. Maria Parry, School Business Administrator, at Monmouth Regional High School, Administration Building, 1 Norman J. Field Way, Tinton Falls, NJ 07724. Please visit our website at [www.monmouthregional.net](http://www.monmouthregional.net).

Concluded

***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.

## Exhibit A-1

**Monmouth Regional High School District**  
**Statement of Net Assets**  
**6/30/2009**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,396,827	\$ 63,534	\$ 2,460,361
Investments	3,045,329		3,045,329
Receivables, net	136,368	16,027	152,395
Inventory		9,232	9,232
Restricted assets:			-
Cash and cash equivalents			-
Capital reserve account - cash	129,333		129,333
Capital assets, net (Note 4):	8,454,654	38,457	8,493,111
Other assets			-
Total Assets	<u>14,162,511</u>	<u>127,250</u>	<u>14,289,761</u>
<b>LIABILITIES</b>			
Cash Overdraft			-
Accounts payable		2,785	2,785
Accrued Interest Expense	45,786		45,786
Interfund payable	11,215		11,215
Payable to federal government			-
Payable to state government	103		103
Payable to local government			-
Deferred revenue	6,309		6,309
Noncurrent liabilities (Note 5):			
Due within one year	655,943		655,943
Due beyond one year	3,303,204		3,303,204
Total liabilities	<u>4,022,560</u>	<u>2,785</u>	<u>4,025,345</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	5,738,558	53,829	5,792,387
Restricted for:			
Debt service	1		1
Capital projects	129,333		129,333
Other purposes	3,570,353		3,570,353
Unrestricted	701,706	70,636	772,342
Total net assets	<u>\$ 10,139,951</u>	<u>\$ 124,465</u>	<u>\$ 10,264,416</u>

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

**Monmouth Regional High School District**  
Statement of Activities  
For the Year Ended June 30, 2009

Exhibit A-2

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	\$ 7,891,521		\$ 722,837		\$ (7,168,684)	\$ -	\$ (7,168,684)
Special education	2,382,409		134,303		(2,248,106)	-	(2,248,106)
Other special instruction	1,451,076		81,801		(1,369,275)	-	(1,369,275)
Vocational	-		-		-	-	-
Other instruction	-		-		-	-	-
Nonpublic school programs	-		-		-	-	-
Adult/continuing education programs	-		-		-	-	-
Support services:							
Tuition	2,536,225	7,750	142,974		(2,385,501)	-	(2,385,501)
Student & instruction related services	3,309,675		255,743		(3,053,932)	-	(3,053,932)
School administrative services	667,634		37,636		(629,998)	-	(629,998)
General and business administrative serv	775,836		43,736		(732,100)	-	(732,100)
Central services	492,370		25,236		(467,134)	-	(467,134)
Administrative information technology	45,913		596		(45,317)	-	(45,317)
Plant operations and maintenance	2,771,938		140,607		(2,631,331)	-	(2,631,331)
Pupil transportation	2,555,325	375,466	139,357		(2,040,502)	-	(2,040,502)
Business and other support services	17,246				(17,246)	-	(17,246)
Special schools					-	-	-
Compensated Absences					-	-	-
Debt service			71,342		71,342	-	71,342
Interest on long-term debt	120,810				(120,810)	-	(120,810)
Unallocated depreciation					-	-	-
Total governmental activities	<u>25,017,978</u>	<u>383,216</u>	<u>1,796,188</u>	<u>-</u>	<u>(22,838,574)</u>	<u>-</u>	<u>(22,838,574)</u>
Business-type activities:							
Food Service	399,379	279,815	70,994		-	(48,570)	(48,570)
Before/After Care					-	-	-
Total business-type activities	<u>399,379</u>	<u>279,815</u>	<u>70,994</u>	<u>-</u>	<u>(48,570)</u>	<u>-</u>	<u>(48,570)</u>
Total primary government	<u>\$ 25,417,357</u>	<u>\$ 663,031</u>	<u>\$ 1,867,182</u>	<u>\$ -</u>	<u>\$ (22,838,574)</u>	<u>\$ (48,570)</u>	<u>\$ (22,887,144)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net		\$ 18,974,921			\$ 18,974,921		\$ 18,974,921
Taxes levied for debt service		592,271			592,271		592,271
Federal and State aid not restricted		4,957,551			4,957,551		4,957,551
Tuition received		-			-		-
Transportation Fees		-			-		-
Miscellaneous Revenues		-			-		-
Rental Income		86,529			86,529		86,529
Interest Income		44,145			44,145		44,145
Adjustments:		45,555			45,555		45,555
Capital lease payments		-			-		-
Fixed assets		203,520			203,520		203,520
Total general revenues, special items, extraordinary items and transfers		<u>24,904,492</u>			<u>24,904,492</u>	<u>53,829</u>	<u>24,958,321</u>
Change in Net Assets		<u>2,065,918</u>			<u>2,065,918</u>	<u>5,259</u>	<u>2,071,177</u>
Net Assets—beginning		<u>8,074,032</u>			<u>8,074,032</u>	<u>119,206</u>	<u>8,193,238</u>
Net Assets—ending		<u>\$ 10,139,950</u>			<u>\$ 10,139,950</u>	<u>\$ 124,465</u>	<u>\$ 10,264,415</u>

## ***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.

***GOVERNMENTAL FUNDS***

Monmouth Regional High School District  
Balance Sheet  
Governmental Funds  
June 30, 2009

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	2,469,669	(72,843)		1	2,396,827
Investments	3,045,329				3,045,329
Capital Reserve Account					0
Receivables, net					0
Due from other funds					0
Receivables - State	57,013	79,256			136,269
Accounts Receivable - Other					0
Interest receivable on investments	99				99
Inventory					0
Restricted cash and cash equivalents	129,333				129,333
Other assets					0
	<u>5,701,443</u>	<u>6,413</u>	<u>0</u>	<u>1</u>	<u>5,707,857</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable					0
Accrued Interest					0
Interfund payable	11,215				11,215
Payable to federal government					0
Payable to state government		103			103
Payable to local government					0
Deferred revenue		6,309			6,309
Total liabilities	<u>11,215</u>	<u>6,412</u>	<u>0</u>	<u>0</u>	<u>17,627</u>
Fund Balances:					
Reserved for:					
Encumbrances	1,414,636				1,414,636
Legally restricted -- unexpended additional spending proposal					0
Legally restricted -- designated for subsequent year's expenditures					0
Capital reserve account	79,333				79,333
Maintenance reserve account	50,000				
Excess surplus	1,979,011				1,979,011
Excess surplus -- designated for subsequent year's expenditures	1,462,009				1,462,009
Other purposes					0
Unreserved, reported in:					0
General fund	705,239				705,239
Special Revenue fund					0
Debt service fund				1	1
Capital projects fund					0
Permanent fund					0
Total Fund balances	<u>5,690,228</u>	<u>0</u>	<u>0</u>	<u>1</u>	<u>5,690,229</u>
Total liabilities and fund balances	<u>5,701,443</u>	<u>6,412</u>	<u>0</u>	<u>1</u>	

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

Interest expense in the governmental funds is reported when due. In the statement of activities, interest on long-term debt is accrued.

(45,786)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$15,660,674 and the accumulated depreciation is \$7,206,020.

8,454,654

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 (see Note 5)

(3,959,147)

Net assets of governmental activities

10,139,950



Monmouth Regional High School District  
Statement of Revenues, Expenditures, And Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2009

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local sources:					
Local tax levy	\$ 18,974,921			\$ 592,271	\$ 19,567,192
Transportation Fees	375,466				375,466
Rental Facilities	44,145				44,145
Interest on Investments	45,555				45,555
Tuition charges	7,750				7,750
Miscellaneous	86,529	3,000			89,529
Total - Local Sources	19,534,366	3,000	-	592,271	20,129,637
State sources	5,695,231	32,589		71,342	5,799,162
Federal sources	618,070	333,507			951,577
Total revenues	25,847,667	369,096	-	663,613	26,880,376
<b>EXPENDITURES</b>					
Current:					
Regular instruction	5,828,172	293,522			6,121,694
Special education instruction	1,828,942				1,828,942
Other special instruction	1,113,971				1,113,971
Vocational education					-
Other instruction					-
Nonpublic school programs					-
Adult/continuing education programs					-
Support services and undistributed costs:					-
Tuition	1,947,024				1,947,024
Student & instruction related services	2,471,810	74,233			2,546,043
School administrative services	512,533				512,533
General administrative services	595,598				595,598
Central services	343,945				343,945
Administrative information technology	8,113				8,113
Plant operations and maintenance	1,914,793				1,914,793
Pupil transportation	1,897,772				1,897,772
Personal services employee benefits	5,587,100				5,587,100
Unallocated benefits					-
Special schools					-
Transfer to charter school					-
Debt service:					
Principal				535,000	535,000
Interest and other charges				128,613	128,613
Capital outlay	1,344,752				1,344,752
Total expenditures	25,394,525	367,755	-	663,613	26,425,893
Excess (Deficiency) of revenues over expenditures	453,142	1,341	-	-	454,483
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases (non-budgeted)	347,587				347,587
Unrecorded Accounts Payable					-
Transfers in					-
Transfers out					-
Total other financing sources and uses	4				4
	347,591	-	-	-	347,591
Net change in fund balances	800,733	1,341	-	-	802,074
Fund balance—July 1	4,889,495	(1,341)		1	4,888,155
Fund balance—June 30	\$ 5,690,228	\$ -	\$ -	\$ 1	\$ 5,690,229

**Monmouth Regional High School District  
Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2009**

**Total net change in fund balances - governmental funds (from B-2)** **\$ 802,074**

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which capital outlays exceeded depreciation in the period.

Depreciation expense	(479,640)	
Fixed assets adjustment net of accum depreciation	270,193	
Capital outlays	<u>1,344,752</u>	1,135,305

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 535,000

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Proceeds of long-term debt	-	
Accrued interest received on bond insurance	-	
Capital lease proceeds		(347,587)

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

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

Prior year accrued interest on long term debt which was paid in the current year	53,589	
Current year accrued interest on long term debt which was not paid in the current year	(45,786)	
Compensated absences payable	(181,369)	
Capital leases payable	<u>114,692</u>	<u>(58,874)</u>

Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)

**Change in net assets of governmental activities**

\$ 2,065,918

*PROPRIETARY FUNDS*

## Exhibit B-4

Monmouth Regional High School District  
Statement of Net Assets  
Proprietary Funds  
June 30, 2009

	Business-type Activities - Enterprise Funds	
	Food Service	Totals
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 63,534	\$ 63,534
Investments		-
Accounts receivable	16,027	16,027
Other receivables		-
Inventories:		
Commodities	6,280	6,280
Regular	2,952	2,952
Total current assets	88,793	88,793
Noncurrent assets:		
Furniture, machinery & equipment	167,294	167,294
Less accumulated depreciation	(128,837)	(128,837)
Total noncurrent assets	38,457	38,457
Total assets	127,250	127,250
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	2,785	2,785
Deposits payable		-
Compensated absences		-
Total current liabilities	2,785	2,785
Noncurrent Liabilities:		
Compensated absences		-
Total noncurrent liabilities	-	-
Total liabilities	2,785	2,785
<b>NET ASSETS</b>		
Invested in capital assets net of related debt	38,457	38,457
Restricted for:		
Capital projects		-
Unrestricted	86,008	86,008
Total net assets	\$ 124,465	\$ 124,465

## Exhibit B-5

**Monmouth Regional High School District**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For the Year Ended June 30, 2009**

	<b>Business-type Activities - Enterprise Fund</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	\$ 118,016	\$ 118,016
Daily sales - non-reimbursable programs	152,422	152,422
Special functions	-	-
Community service activities	-	-
Transportation fees from other LEA's within the state	-	-
Deductions from employees' salaries	-	-
Food Distribution Program	9,377	9,377
Total operating revenues	<u>279,815</u>	<u>279,815</u>
Operating expenses:		
Cost of sales	182,894	182,894
Salaries	150,395	150,395
Employee benefits	-	-
Purchased property service	-	-
Other purchased professional services	-	-
Cleaning, repair and maintenance services	1,430	1,430
Management Fees	6,583	6,583
Rentals	-	-
Insurance	13,055	13,055
Uniforms	1,477	1,477
General supplies	13,345	13,345
Miscellaneous expense	4,954	4,954
Depreciation	15,869	15,869
Food distribution program Expense	9,377	9,377
Total Operating Expenses	<u>399,379</u>	<u>399,379</u>
Operating income (loss)	<u>(119,564)</u>	<u>(119,564)</u>
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	4,095	4,095
Federal sources:		
National school lunch program	66,899	66,899
Special milk program	-	-
Interest and investment revenue	-	-
Total nonoperating revenues (expenses)	<u>70,994</u>	<u>70,994</u>
Income (loss) before contributions & transfers	<u>(48,570)</u>	<u>(48,570)</u>
Capital contributions	-	-
Prior period adjustment:		
Fixed assets (net)	53,829	53,829
Change in net assets	5,259	5,259
Total net assets—beginning	119,206	119,206
Total net assets—ending	<u>\$ 124,465</u>	<u>\$ 124,465</u>

**Monmouth Regional High School District**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2009**

<b>Business-type Activities - Enterprise Funds</b>	
<b>Food Service</b>	<b>Total Enterprise</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ (113,422) \$ (113,422)
Payments to employees	-
Payments for employee benefits	-
Payments to suppliers	-
Net cash provided by (used for) operating activities	(113,422) (113,422)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
State Sources	4,095 4,095
Federal Sources	66,899 66,899
Operating subsidies and transfers to other funds	-
Net cash provided by (used for) non-capital financing activities	70,994 70,994
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Change in capital contributions	-
Purchases of capital assets	-
Gain/Loss on sale of fixed assets (proceeds)	-
Net cash provided by (used for) capital and related financing activities	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest and dividends	-
Proceeds from sale/maturities of investments	-
Net cash provided by (used for) investing activities	-
Net increase (decrease) in cash and cash equivalents	(42,428) (42,428)
Balances—beginning of year	105,962 105,962
Balances—end of year	63,534 63,534

**Reconciliation of operating income (loss) to net cash provided**

<b>(used) by operating activities:</b>		
Operating income (loss)	(119,564)	(119,564)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		-
Depreciation and net amortization	15,869	15,869
Prior Period Adjustment Related to Fixed Assets	(497)	(497)
(Increase) decrease in accounts receivable, net	(11,375)	(11,375)
(Increase) decrease in inventories	(3,702)	(3,702)
(Increase) decrease in other current assets		-
Increase (decrease) in accounts payable	5,847	5,847
Increase (decrease) in accrued salaries benefits		-
Total adjustments	6,142	6,142
Net cash provided by (used for) operating activities	\$ (113,422)	\$ (113,422)

***FIDUCIARY FUNDS***

## Exhibit B-7

Monmouth Regional High School District  
Statement of Fiduciary Net Assets  
Fiduciary Funds  
6/30/2009

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts	Agency Fund
<b>ASSETS</b>				
Cash and cash equivalents	\$ 219,044	\$ 66,003	\$ 12,271	\$ 102,619
Investments, at fair value:				
U.S. government obligations				
NJ municipal bonds				
Total investments	-	-	-	-
Total assets	<u>219,044</u>	<u>66,003</u>	<u>12,271</u>	<u>\$ 102,619</u>
<b>LIABILITIES</b>				
Accounts payable				-
Payable to student groups				91,887
Payroll deductions and withholdings				10,732
Payable to teachers				
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 102,619</u>
<b>NET ASSETS</b>				
Held in trust for unemployment claims and other purposes	<u>\$ 219,044</u>			
Reserved for scholarships		<u>\$ 66,003</u>		
Reserved for other trusts			<u>\$ 12,271</u>	



## Exhibit B-8

**Monmouth Regional High School District**  
**Statement of Changes in Fiduciary Net Assets**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2009**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trust
<b>ADDITIONS</b>			
Contributions:			
Plan member	\$ 31,433		
Other		37,663	
Total Contributions	<u>31,433</u>	<u>37,663</u>	<u>-</u>
Investment earnings:			
Net increase (decrease) in fair value of investments			
Interest	445	239	40
Dividends	2,518		
Less investment expense			
Net investment earnings	<u>2,963</u>	<u>239</u>	<u>40</u>
Total additions	<u>34,396</u>	<u>37,902</u>	<u>40</u>
<b>DEDUCTIONS</b>			
Quarterly contribution reports	31,376		
Unemployment claims	88,379		
Scholarships awarded		44,950	
Refunds of contributions			
Administrative expenses			
Total deductions	<u>119,755</u>	<u>44,950</u>	<u>-</u>
Change in net assets	<u>(85,359)</u>	<u>(7,048)</u>	<u>40</u>
Net assets—beginning of the year	304,403	73,051	12,231
Net assets—end of the year	<u>\$ 219,044</u>	<u>\$ 66,003</u>	<u>\$ 12,271</u>

***NOTES TO THE FINANCIAL STATEMENTS***

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* (Statement No. 34). This Statement provides for the most significant change in financial reporting in over twenty years and is scheduled for a phase-in implementation period (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District is required to implement the new model this school year. In addition, the School District has implemented GASB Statement No. 37, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus* and Statement No. 38, *Certain Financial Statement Note Disclosures*. The implementation of these statements had no effect on equity balances as previously reported for the fiscal year ended June 30, 2002.

**A. Reporting Entity:**

The Monmouth Regional High School District is a Type II district located in the County of Union, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the 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 District over which the Board exercises operating control. The operations of the District include two elementary schools and a junior/senior high school located in the Monmouth Regional High School District. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting:

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

Basis of Presentation

*District-wide Statements:* The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (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. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category – *governmental, proprietary, and fiduciary* – are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASE No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types

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

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

Capital Projects Fund: The capital 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).

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Proprietary Fund Type

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

Fiduciary Fund Types

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

Nonexpendable Trust Fund: A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Expendable Trust Funds: Expendable trust funds are used to account for the assets that the District holds whose principal and income may be expended in the course of their designated operations so that they are depleted by the end of their designated life.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting:

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

*District-wide, Proprietary, and Fiduciary Fund Financial Statements:* The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2009.

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

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



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary) "revenues"	\$ 26,071,395	367,755
Adjust for State Aid Payment:		
Add: Prior Year Payment	208,728	1,341
Less: Current Year Payment	(432,456)	
Adjust for Encumbrances:		
Add Prior Year Encumbrances		
Less Current Year Encumbrances		
Total Revenues (GAAP Basis)	\$ <u>25,847,667</u>	\$ <u>369,096</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary) "total outflows"	\$ 25,394,525	367,755
Adjustments:		
Add Prior Year Encumbrances		
Less Current Year Encumbrances		
Total Expenditures (GAAP Basis)	\$ <u>25,394,525</u>	\$ <u>367,755</u>

E. Encumbrances:

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

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.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Short-term Interfund Receivables/Payables:

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

G. Inventories and Prepaid Expenses:

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

H. Fixed Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

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

I. Accrued Salaries and Wages:

Certain District employees, who provide services to the District over the ten month academic year, have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

J. Compensated Absences:

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

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

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

K. Deferred Revenue:

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

L. Accrued Liabilities and Long-Term Obligations:

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets:

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

N. Fund Balance Reserves:

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

O. Memorandum Only - Total Columns:

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

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

Investments are stated at cost, which approximates market. The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures*, requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents, and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

**A. Deposits:**

New Jersey statutes require that school districts deposit public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), the Savings Association Insurance Fund, or by any other agency of the United States that insure deposits. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds; or

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued):

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

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are to be redeemed within one year, except that up to 25% of the Fund may be invested in eligible securities which mature within two years; provided, however, that the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required. "Other Than State" participants contribute one tenth of one percent per year of the value of the aggregate units owned by them to establish a Reserve Fund, which is supplemented by the proportional interest of "Other Than State" participants in gains on investment transactions realized.

The Reserve Fund is available to cover losses of "Other Than State" participants occasioned by the bankruptcy of an issuer of an investment held by the Fund and losses on sales of securities

B. Investments:

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

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

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

	<u>Cash and Cash Equivalents</u>
Checking, Savings and Money Management	\$ 2,926,227
NJ Cash Management Account	<u>\$ 3,045,329</u>
	<u>\$ 5,971,556</u>
	=====

All of the balances were covered by the either federal depository insurance or by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Program Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 – Insured or collateralized with securities held by the Board or by its agent in the Board's name.

Category 2 – Collateralized with securities held by the pledging public depository's trust department or agent in the Board's name.

Category 3 – Uncollateralized including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board's name.



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

As of June 30, 2009, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings and New Jersey Cash Management Account. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 3 and are summarized as follows:

<u>Risk Category</u>	<u>Amount</u>
1	None
2	None
3	\$ <u>5,971,556</u>
	\$ 5,971,556
	=====

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 3. CAPITAL ASSETS**

Fixed asset activity for the fiscal year ended June 30, 2009 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
<i>Capital assets not being depreciated:</i>				
Land	120,340	-	-	120,340
Construction in progress	-	-	-	-
Total capital assets not being depreciated	<u>120,340</u>	<u>-</u>	<u>-</u>	<u>120,340</u>
<i>Capital assets being depreciated:</i>				
Site improvements	751,435	-	-	751,435
Building and building improvements	10,841,398	1,077,258	-	11,918,656
Machinery and equipment	3,429,179	672,516	1,231,452	2,870,243
Totals at historical cost	<u>15,022,012</u>	<u>1,749,774</u>	<u>1,231,452</u>	<u>15,540,334</u>
Less accumulated depreciation for :				
Site improvements	557,317	23,179	-	580,496
Building and improvements	4,594,180	214,710	-	4,808,890
Equipment	2,671,507	241,751	1,096,624	1,816,634
Total	<u>7,823,004</u>	<u>479,640</u>	<u>1,096,624</u>	<u>7,206,020</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>7,199,008</u>	<u>1,270,134</u>	<u>2,193,248</u>	<u>8,334,314</u>
Governmental activity capital assets, net	<u>\$ 7,319,348</u>	<u>\$ 1,270,134</u>	<u>\$ 134,828</u>	<u>\$ 8,454,654</u>
<b>Business-type activities:</b>				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 147,609	\$ 44,385	\$ 24,700	\$ 167,294
Less accumulated depreciation	<u>120,524</u>	<u>30,886</u>	<u>22,573</u>	<u>\$ 128,837</u>
Enterprise fund capital assets, net	<u>\$ 27,085</u>	<u>\$ 13,499</u>	<u>\$ 2,127</u>	<u>\$ 38,457</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 3. CAPITAL ASSETS (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Instruction	\$ 6,129
Student and Instruction - Related Services	15,623
School Administrative Related Services	-
General and Business Administrative Services	-
Central Services	44,342
Administrative Information Technology	35,345
Plant Operations and Maintenance	277,698
Pupil Transportation	83,257
Business and Other Support Services	17,246
Unallocated	-
Total	<u>\$ 479,640</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 4. GENERAL LONG-TERM DEBT**

During the fiscal year ended June 30, 2009, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance 07/01/08	Issued	Retired	Balance 06/30/09	Amounts Due Within One Year
Compensated Absences Payable	\$ 1,061,682	\$ 181,369		\$ 1,243,051	
Serial Bonds Payable	2,870,000		535,000	2,335,000	550,000
Capital Leases Payable	<u>148,201</u>	<u>347,587</u>	<u>114,692</u>	<u>381,096</u>	<u>105,943</u>
	<u>\$ 4,079,883</u>	<u>\$ 528,956</u>	<u>\$ 649,692</u>	<u>\$ 3,959,147</u>	<u>\$ 655,943</u>

**A. Bonds Payable:**

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

Principal and interest due on bonds outstanding is as follows:

Year ending June 30,	Principal	Interest	Total
2010	\$ 550,000	\$ 109,887	\$ 659,887
2011	575,000	82,387	657,387
2012	600,000	53,638	653,638
2013	<u>610,000</u>	<u>23,637</u>	<u>633,637</u>
Total	<u>\$ 2,335,000</u>	<u>\$ 269,549</u>	<u>\$ 2,604,549</u>

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

Advance Refunding:

The District adopted a resolution on August 6, 2002 for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated February 1, 1997 issued in the original principal amount of \$6,995,000.

On September 1, 2002, the District issued \$4,925,000 in Refunding School Bonds with interest rates ranging between 1.50% and 5.00%. The District issued the bonds to advance refund \$4,800,000 of the outstanding School Bonds dated February 1, 1997 with interest rates ranging between 5.10% and 5.20%. The District used the net proceeds to purchase U.S. Government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the bond issue noted above. As a result, that portion of the bond issue noted above is considered defeased, and the District has removed the liability from its accounts.

The advance refunding resulted in an economic gain (difference between the present value of bond payments for the prior issues and the debt service payments for the Refunding School Bonds, discounted at the effective interest rate) of \$189,874.49 which resulted in a net present value cost savings of 3.86% (economic gain divided by the outstanding bonds under the refunded issue.)

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

B. Bonds Authorized But Not Issued:

As of June 30, 2009, the District had no authorized but not used bonds.

C. Capital Leases Payable:

The District is leasing several copiers and school buses under capital leases. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2009.

	<u>Total</u>
Year ending June 30,	
2010	\$ 114,127
2011	\$ 109,992
2012	\$ 101,052
2013	<u>\$ 73,274</u>
Total Minimum Lease Payments	398,445
Less: Amount Representing Interest	<u>(17,349)</u>
Net Minimum Lease Payments	<u><u>\$ 381,096</u></u>

NOTE 5. PENSION PLANS

Plan Descriptions

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund was established as of January 1, 1995, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS)

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 5. PENSION PLANS (Continued)**

**Vesting and Benefit Provisions**

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

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

**Significant Legislation**

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



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 5. PENSION PLANS (Continued)

Contribution Requirements

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the fiscal year ended June 30, 2009, the State of New Jersey contributed \$653,545 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$702,205 during the year ended June 30, 2009 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

NOTE 6. POST-EMPLOYMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2008, there were 80,181 retirees eligible for post retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with Chapter 62, P.L. 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994 with an additional contribution beginning in fiscal year 1996 to maintain a medical reserve of one half of 1% of the active State payroll.

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 6. POST-EMPLOYMENT BENEFITS (Continued)**

The State is also responsible for the cost attributable to Chapter 126, P.L. 1992, which provides free health benefits to members of PERS, and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$116.0 million toward Chapter 126 benefits for 12,545 eligible retired members in fiscal year 2008.

**NOTE 7. INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances remained on the balance sheet at June 30, 2009.

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund		\$ 11,215
Special Revenue Fund		
Capital Projects Fund		
Debt Service Fund		
Enterprise Fund	11,215	
Trust and Agency Fund		
	<u>\$11,215</u>	<u>\$11,215</u>

These amounts represent temporary advances between the various funds.

**NOTE 8. CONTINGENCIES**

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2008-2009 fiscal year were subject to the Single Audit Act of 1984 and New Jersey OMB Circular 04-04 which mandates that grant revenues and expenditures be audited in conjunction with the Board's annual audit. Substantially, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. Further, the School Child Nutrition Program is a recipient of federal (USDA) reimbursements and is subject to certain related federal regulations. The federal reimbursements are subject to subsequent audit and interpretation by the New Jersey Department of Education. The Board and management do not believe such an audit would result in material amounts of disallowed costs.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 9. LITIGATION

The Board attorneys' report that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the financial position of the District.

NOTE 10. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Monmouth Regional High School District Board of Education by inclusion of \$1.00 on October 3, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

During the fiscal year ended June 30, 2009, the District had actual interest earnings of \$250.

NOTE 11. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended, the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance is \$1,979,011 at June 30, 2009.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 12. COMPENSATED ABSENCES**

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

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

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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

**NOTE 13. DEFERRED COMPENSATION**

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by a benefits management company, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The Board offers several plan administrators for its employees to utilize.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

NOTE 14. RISK MANAGEMENT

The Board has contracted with a commercial insurance company to provide coverage for various losses caused by the Board on its employees for losses sustained through other acts. The coverages are subject to various deductibles and coverage limits based on the type of policy coverage included. The coverages and its limits are detailed in the statistical section (Exhibit J-20).

The Board also maintains surety bond coverage on key financial employees.

New Jersey Unemployment Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of the balance in the Trust Fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Ending Balance</u>
2008-2009	\$ 219,044
2007-2008	\$ 304,403
2006-2007	\$ 320,155

NOTE 15. INVENTORY

Inventory in the Food Service Fund at June 30, 2009 consisted of the following:

Food-Commodities	\$ 6,280
Food and Non-Food – Regular	<u>\$ 2,952</u>
	\$ 9,232
	=====

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**NOTE 16. FUND BALANCE APPROPRIATED**

**General Fund (Exhibit B-1)** - Of the \$6,122,680 General Fund fund balance at June 30, 2009, \$1,414,635 is reserved for encumbrances; \$79,333 has been reserved in the Capital Reserve Account; \$50,000 has been reserved in the Maintenance Reserve Account; \$3,441,020 is Excess Surplus in accordance with N.J.S.A. 18A:7F-7 (\$1,462,009 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2010); \$0 has been appropriated and included as anticipated revenue for the year ending June 30, 2010 and \$1,137,692 is unreserved and undesignated.

**Debt Service Fund** - Of the \$1 Debt Service Fund fund balance at June 30, 2009, \$1 is unreserved and undesignated.

***REQUIRED SUPPLEMENTARY INFORMATION***  
***PART II***

***BUDGETARY COMPARISON SCHEDULES***



Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2009

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 18,974,921	\$ -	\$ 18,974,921	\$ 18,974,921	\$ -
Transportation Fees From Other LEAs	431,780	-	431,780	375,466	(56,314)
Rental Facilities	-	30,000	30,000	44,145	14,145
Tuition	-	-	-	7,750	7,750
Interest Income - Other	-	160,000	160,000	45,305	(114,695)
Interest Earned on Capital Reserve Funds	100	-	100	250	150
Miscellaneous	200,001	(190,000)	10,001	86,529	76,528
Total - Local Sources	19,606,802	-	19,606,802	19,534,366	(72,436)
State Sources:					
Categorical Special Education Aid	637,127	-	637,127	637,127	-
Categorical Transportation Aid	501,292	-	501,292	501,292	-
Categorical Security Aid	108,099	-	108,099	108,099	-
Equalization Aid	1,588,289	-	1,588,289	1,588,289	-
Extraordinary Aid	24,224	-	24,224	24,224	-
Adjustment Aid	1,698,406	-	1,698,406	1,621,940	(76,466)
Adult Education Aid	-	-	-	60,264	60,264
Other State Aid	-	-	-	21,974	21,974
TPAF Pension (On-Behalf - Non-Budgeted)	-	-	-	32,551	32,551
TPAF Post-Retirement (On-Behalf - Non-Budgeted)	-	-	-	620,994	620,994
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	702,205	702,205
Total State Sources	4,557,437	-	4,557,437	5,918,959	1,361,522
Federal Sources:					
Impact Aid	56,970	-	56,970	618,070	561,100
Medical Assistance Program	-	-	-	-	-
Total - Federal Sources	56,970	-	56,970	618,070	561,100
<b>Total Revenues</b>	<b>24,221,209</b>	<b>-</b>	<b>24,221,209</b>	<b>26,071,395</b>	<b>1,850,186</b>
<b>EXPENDITURES:</b>					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	-	-	-	-	-
Grades 1-5 - Salaries of Teachers	-	-	-	-	-
Grades 6-8 - Salaries of Teachers	-	-	-	-	-
Grades 9-12 - Salaries of Teachers	5,160,073	(27,096)	5,132,977	5,013,956	119,021
Regular Programs - Home Instruction:					
Salaries of Teachers	16,800	27,096	43,896	43,896	-
Purchased Professional-Educational Services	-	-	-	-	-
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	268,547	(4,750)	263,797	247,111	16,686
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	2,000	-	2,000	1,550	450
General Supplies	363,358	2,924	366,282	299,315	66,967
Textbooks	81,192	25,358	106,550	95,489	11,061
Other Objects	98,795	39,010	137,805	126,855	10,950
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>5,990,765</b>	<b>62,542</b>	<b>6,053,307</b>	<b>5,828,172</b>	<b>225,135</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
Cognitive - Mild:					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Cognitive - Mild</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Cognitive - Moderate:					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Cognitive - Moderate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2009

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Learning and/or Language Disabilities:</b>					
Salaries of Teachers	1,734,761	-	1,734,761	1,663,209	71,552
Other Salaries for Instruction	163,942	-	163,942	93,842	70,100
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	1,000	-	1,000	91	909
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	7,650	400	8,050	6,163	1,887
Textbooks	7,379	-	7,379	102	7,277
Other Objects	700	(400)	300	-	300
<b>Total Learning and/or Language Disabilities</b>	<b>1,915,432</b>	<b>-</b>	<b>1,915,432</b>	<b>1,763,407</b>	<b>152,025</b>
<b>Visual Impairments:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Visual Impairments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Auditory Impairments:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Auditory Impairments</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Behavioral Disabilities:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Behavioral Disabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Multiple Disabilities:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Multiple Disabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Resource Room/Resource Center</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Autism:</b>					
Salaries of Teachers	49,920	-	49,920	46,718	3,202
Other Salaries for Instruction	25,116	-	25,116	18,450	6,666
Purchased Professional-Educational Services	1,000	312	1,312	367	945
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	500	-	500	-	500
Textbooks	500	-	500	-	500
Other Objects	-	-	-	-	-
<b>Total Autism</b>	<b>77,036</b>	<b>312</b>	<b>77,348</b>	<b>65,535</b>	<b>11,813</b>

Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2009

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Preschool Disabilities - Part-Time:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Preschool Disabilities - Part-Time</b>	-	-	-	-	-
<b>Preschool Disabilities - Full-Time:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Preschool Disabilities - Full-Time</b>	-	-	-	-	-
<b>Cognitive - Severe:</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Cognitive - Severe</b>	-	-	-	-	-
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>1,992,468</b>	<b>312</b>	<b>1,992,780</b>	<b>1,828,942</b>	<b>163,838</b>
<b>Basic Skills/Remedial - Instruction</b>					
Salaries of Teachers	153,809	-	153,809	153,809	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Basic Skills/Remedial - Instruction</b>	<b>153,809</b>	<b>-</b>	<b>153,809</b>	<b>153,809</b>	<b>-</b>
<b>Bilingual Education - Instruction</b>					
Salaries of Teachers	43,900	-	43,900	43,680	220
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services	500	-	500	171	329
Other Purchased Services (400-500 series)		-			-
General Supplies	2,000	-	2,000	827	1,173
Textbooks		-			-
Other Objects		-			-
<b>Total Bilingual Education - Instruction</b>	<b>46,400</b>	<b>-</b>	<b>46,400</b>	<b>44,678</b>	<b>1,722</b>
<b>School-Spon. Athletics - Inst.</b>					
Salaries of Teachers	476,156	2,604	478,760	430,308	48,452
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)	72,500	2,798	75,298	65,876	9,422
General Supplies	67,000	2,855	69,855	48,845	21,010
Textbooks		-			-
Other Objects	51,400	(9,092)	42,308	25,117	17,191
<b>Total School-Spon. Athletics - Inst.</b>	<b>667,056</b>	<b>(835)</b>	<b>666,221</b>	<b>570,146</b>	<b>96,075</b>

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>School-Spon. Cocurricular Actvts. - Inst.</b>					
Salaries	230,700	(11,781)	218,919	207,917	11,002
Purchased Services (300-500 series)	14,785	8,962	23,747	17,933	5,814
Supplies and Materials	5,000	3,143	8,143	6,097	2,046
Other Objects	37,100	8,042	45,142	30,191	14,951
Transfers to Cover Deficit (Agency Funds)	-	-	-	-	-
<b>Total School-Spon. Cocurricular Actvts. - Inst.</b>	<b>287,585</b>	<b>8,366</b>	<b>295,951</b>	<b>262,138</b>	<b>33,813</b>
<b>Other Instructional Programs - Instruction</b>					
Salaries	83,200	-	83,200	83,200	-
Purchased Services (300-500 series)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	700	-	700	-	700
Transfers to Cover Deficit (Agency Funds)	-	-	-	-	-
<b>Total Other Instructional Programs - Instruction</b>	<b>83,900</b>	<b>-</b>	<b>83,900</b>	<b>83,200</b>	<b>700</b>
<b>Total Instruction</b>	<b>9,221,983</b>	<b>70,385</b>	<b>9,292,368</b>	<b>8,771,085</b>	<b>521,283</b>
<b>Undistributed Expenditures - Instruction:</b>					
Tuition to CSSD & Regional Day Schools	-	-	-	-	-
Tuition to Private Schools for the Disabled - Within State	1,283,640	144,340	1,427,980	947,033	480,947
Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ	93,232	(1,120)	92,112	-	92,112
Tuition -County Voc School Dist.-Regular	569,950	(31,286)	538,664	531,355	7,309
Tuition -County Voc School Dist.-Special	221,074	(11,314)	209,760	209,760	-
Tuition - State Facilities	72,000	-	72,000	22,833	49,167
Tuition - Other	-	85,200	85,200	44,200	41,000
Tuition - Other LEAs Within State-Regular	225,000	101,156	326,156	152,414	-
Tuition - Other LEAs Within State-Special	258,914	(113,890)	145,024	39,429	105,595
<b>Total Undistributed Expenditures - Instruction:</b>	<b>2,723,810</b>	<b>173,086</b>	<b>2,896,896</b>	<b>1,947,024</b>	<b>949,872</b>
<b>Undistributed Expend. - Attendance &amp; Social Work</b>					
Salaries	81,997	-	81,997	74,124	7,873
Purchased Professional and Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	3,780	-	3,780	2,228	1,552
Other Objects	100	-	100	-	100
<b>Total Undistributed Expend. - Attendance &amp; Social Work</b>	<b>85,877</b>	<b>-</b>	<b>85,877</b>	<b>76,352</b>	<b>9,525</b>
<b>Undist. Expend. - Health Services</b>					
Salaries	120,336	(3,786)	116,550	109,336	7,214
Purchased Professional and Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	1,000	3,051	4,051	3,315	736
Supplies and Materials	1,411	3,643	5,054	4,943	111
Other Objects	1,775	(150)	1,625	853	772
<b>Total Undistributed Expenditures - Health Services</b>	<b>124,522</b>	<b>2,758</b>	<b>127,280</b>	<b>118,447</b>	<b>8,833</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>					
Salaries of Other Professional Staff	79,100	-	79,100	78,705	395
Purchased Professional - Educational Services	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
<b>Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.</b>	<b>79,100</b>	<b>-</b>	<b>79,100</b>	<b>78,705</b>	<b>395</b>
<b>Undist. Expend. - Other Supp. Serv. Students-Reg.</b>					
Salaries of Other Professional Staff	420,604	-	420,604	420,370	234
Salaries of Secretarial and Clerical Assistants	189,131	17,708	206,839	185,194	21,645
Other Salaries	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-
Other Purchased Prof. and Tech. Services	6,000	(5,000)	1,000	823	177
Other Purchased Services (400-500 series)	2,680	(1,200)	1,480	1,227	253
Supplies and Materials	19,846	(4,611)	15,235	14,525	710
Other Objects	23,899	(5,216)	18,683	16,624	2,059
<b>Total Undist. Expend. - Other Supp. Serv. Students-Reg.</b>	<b>662,160</b>	<b>1,681</b>	<b>663,841</b>	<b>638,764</b>	<b>25,077</b>
<b>Undist. Expend. - Other Supp. Serv. Students - Special</b>					
Salaries of Other Professional Staff	504,035	15,366	519,401	519,111	290
Salaries of Secretarial and Clerical Assistants	41,908	2,213	44,121	44,121	-
Purchased Professional Educational Services	144,284	(8,720)	135,564	76,666	58,898
Misc. Purch Serv (400 - 500 series o/than resid costs)	5,000	(1,444)	3,556	1,372	2,184
Supplies and Materials	9,000	9,780	18,780	16,085	2,695
Other Objects	5,850	(1,800)	4,050	3,118	932
<b>Total Undist. Expend. - Other Supp. Serv. Students - Special</b>	<b>710,077</b>	<b>17,195</b>	<b>727,272</b>	<b>660,473</b>	<b>66,800</b>
<b>Undist. Expend. - Improvement of Inst. Serv.</b>					
Salaries of Supervisor of Instruction	681,469	(48,627)	632,842	584,338	48,504
Salaries of Other Professional Staff	83,282	(28,782)	54,500	46,959	7,541
Salaries of Secr and Clerical Assist.	-	-	-	-	-
Other Salaries	-	11,353	11,353	11,353	-
Purchased Prof- Educational Services	-	-	-	-	-
Other Purch Prof. and Tech. Services	-	-	-	-	-
Other Purch Services (400-500)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Objects	1,000	-	1,000	500	500
<b>Total Undist. Expend. - Improvement of Inst. Serv.</b>	<b>765,751</b>	<b>(66,056)</b>	<b>699,695</b>	<b>643,150</b>	<b>56,545</b>

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undist. Expend. - Edu. Media Serv./Sch. Library</b>					
Salaries	192,194	2,387	194,581	192,192	2,389
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	800	-	800	337	463
Supplies and Materials	58,105	(2,387)	55,718	48,065	7,653
Other Objects	500	-	500	360	140
<b>Total Undist. Expend. - Edu. Media Serv./Sch. Library</b>	<b>251,599</b>	<b>-</b>	<b>251,599</b>	<b>240,954</b>	<b>10,645</b>
<b>Undist. Expend. - Instructional Staff Training Serv.</b>					
Salaries of Supervisors of Instruction	4,300	-	4,300	3,500	800
Salaries of Other Professional Staff	30,720	(2,808)	27,912	11,402	16,510
Salaries of Secretarial and Clerical Assist	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Professional - Educational Service	-	-	-	-	-
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Supplies and Materials	1,000	-	1,000	63	937
Other Objects	200	-	200	-	200
<b>Total Undist. Expend. - Instructional Staff Training Serv.</b>	<b>36,220</b>	<b>(2,808)</b>	<b>33,412</b>	<b>14,965</b>	<b>18,447</b>
<b>Undist. Expend. - Supp. Serv. - General Admin.</b>					
Salaries	272,565	(7,000)	265,565	261,642	3,923
Legal Services	26,500	7,745	34,245	34,245	-
Audit Fees	26,000	(4,270)	21,730	21,630	100
Other Purchased Professional Services	63,838	134,248	198,086	121,012	77,074
Communications/Telephone	42,640	(226)	42,414	27,215	15,199
BOE Other Purchased Services	7,235	-	7,235	7,205	30
Other Purchased Services (400-500 series)	52,833	5,066	57,899	56,894	1,005
Other Purchased Prof. and Tech. Services	-	-	-	-	-
Rental	-	-	-	-	-
Travel	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
General Supplies	3,675	1,329	5,004	4,425	579
BOE In house Training/Meeting Supplies	9,500	(3,033)	6,467	6,167	300
BOE Membership Dues and Fees	13,331	-	13,331	13,277	54
Judgements Against The School District	-	20,000	20,000	20,000	-
Miscellaneous Expenditures	26,750	(1,822)	24,928	21,886	3,042
<b>Total Undist. Expend. - Supp. Serv. - General Admin.</b>	<b>544,867</b>	<b>152,037</b>	<b>696,904</b>	<b>595,598</b>	<b>101,306</b>
<b>Undist. Expend. - Support Serv. - School Admin.</b>					
Salaries of Principals/Assistant Principals	177,420	31,484	208,904	208,891	13
Salaries of Other Professional Staff	235,902	(41,206)	194,696	149,426	45,270
Salaries of Secretarial and Clerical Assistants	128,914	(2,122)	126,792	126,634	158
Other Salaries	-	-	-	-	-
Purchased Professional and Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	1,200	(823)	377	348	29
Supplies and Materials	13,545	7,627	21,172	20,614	558
Rental	-	-	-	-	-
Other Objects	8,860	(1,910)	6,950	6,620	330
<b>Total Undist. Expend. - Support Serv. - School Admin.</b>	<b>565,841</b>	<b>(6,950)</b>	<b>558,891</b>	<b>512,533</b>	<b>46,358</b>
<b>Undist. Expend. - Central Services</b>					
Salaries	315,008	(948)	314,060	309,185	4,875
Purchased Professional Services	-	860	860	860	-
Other Purchased Services (400-500 series)	27,400	(5,302)	22,098	12,938	9,160
Sale/Lease Back Payments	17,146	-	17,146	-	17,146
Supplies and Materials	13,700	8,937	22,637	20,962	1,675
Interest on Current Loans	-	-	-	-	-
<b>Total Undist. Expend. - Central Services</b>	<b>373,254</b>	<b>3,547</b>	<b>376,801</b>	<b>343,945</b>	<b>32,856</b>
<b>Undist. Expend. - Admin. Info. Tech.</b>					
Salaries	-	8,000	8,000	8,000	-
Other Purchased Services (400-500 series)	1,000	-	1,000	113	887
Supplies and Materials	-	-	-	-	-
<b>Total Undist. Expend. - Admin. Info. Tech.</b>	<b>1,000</b>	<b>8,000</b>	<b>9,000</b>	<b>8,113</b>	<b>887</b>
<b>Undist. Expend. - Required Maint.- School Facilities</b>					
Salaries	250,306	(9,421)	240,885	240,882	3
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Salaries of Other Professional Staff	-	-	-	-	-
Cleaning, Repair and Maintenance Services	322,370	156,434	478,804	308,632	170,172
Other Purchased Property Services	-	-	-	-	-
Insurance	-	-	-	-	-
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	137,675	3,784	141,459	131,585	9,874
Energy (Energy and Electricity)	-	-	-	-	-
Other Objects	2,300	-	2,300	1,156	1,144
<b>Total Undist. Expend. - Required Maint.- School Facilities</b>	<b>712,651</b>	<b>150,797</b>	<b>863,448</b>	<b>682,255</b>	<b>181,193</b>

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undist. Expend. - Oth. Oper. &amp; Maint. of Plant</b>					
Salaries	517,633	16,235	533,868	521,077	12,791
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Professional and Technical Services	-	-	-	-	-
Cleaning, Repair and Maintenance Services	11,500	9,985	21,485	20,083	1,402
Other Purchased Property Services	51,600	(14,003)	37,597	27,893	9,704
Insurance	85,820	-	85,820	66,617	19,203
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	85,000	(18,447)	66,553	49,778	16,775
Energy (Heat and Electricity)	638,796	195,801	834,597	538,198	296,399
Other Objects	17,000	-	17,000	8,892	8,108
<b>Total Undist. Expend. - Other Oper. &amp; Maint. Of Plant</b>	<b>1,407,349</b>	<b>189,571</b>	<b>1,596,920</b>	<b>1,232,538</b>	<b>364,382</b>
<b>Undist. Expend. - Student Transportation Serv.</b>					
Management Fees - ESC & CTSA Transportation Programs	-	-	-	-	-
Salaries for pupil trans - (Between Home and School) - Reg	379,007	-	379,007	369,210	9,797
Salaries for pupil trans - (Between Home and School) - Sp Ed	70,000	(3,000)	67,000	-	67,000
Salaries for pupil trans - (Other than Bet. Home and School)	109,630	(9,000)	100,630	80,760	19,870
Cleaning, Repair and Maintenance Services	85,000	21,404	106,404	62,304	44,100
Lease Purchase Payments - School Buses	80,000	-	80,000	71,425	8,575
Contract Services - (Other than Bet. Home and School) - Vendors	29,420	2,975	32,395	20,972	11,423
Contract Services - (Between Home and School) - Vendors	586,328	(1,400)	584,928	551,790	33,138
Contract Services - (Special Ed Stds) - Vendors	11,228	(2,050)	9,178	-	9,178
Contract Services - (Special Ed Stds) - Joint	-	-	-	-	-
Contract Services - (Reg Ed Stds) - ESCs & CTSA	443,629	-	443,629	414,649	28,980
Contract Services - (Special Ed Stds) - ESCs & CTSA	179,118	(69,664)	109,454	91,525	17,929
Contract Services - Aid in Lieu Of Pymts-NonPub Sch	170,642	(1,826)	168,816	148,491	20,325
Miscellaneous Purchased Services-Transportation	-	-	-	-	-
Supplies and Materials	69,000	10,067	79,067	74,727	4,340
Other Objects	8,100	5,775	13,875	11,919	1,956
<b>Total Undist. Expend. - Student Transportation Serv.</b>	<b>2,221,102</b>	<b>(46,719)</b>	<b>2,174,383</b>	<b>1,897,772</b>	<b>276,611</b>
<b>Undist. Expend. - Business and Other Support Serv.</b>					
Salaries	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
Insurance	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Interest on Current Loans	-	-	-	-	-
<b>Total Undist. Expend. - Business and Other Support Serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>UNALLOCATED BENEFITS</b>					
Group Insurance	-	-	-	-	-
Social Security Contributions	300,000	-	300,000	273,538	26,462
T.P.A.F. Contributions - ERIP	-	-	-	-	-
Other Retirement Contributions - Regular	378,043	-	378,043	179,469	198,574
Interest for Lease Purchase	-	-	-	-	-
Unemployment Compensation	-	-	-	-	-
Workmen's Compensation	229,948	5,347	235,295	173,744	61,551
Health Benefits	3,791,638	(41,654)	3,749,984	3,550,198	199,786
Tuition Reimbursement	22,500	3,648	26,148	26,148	-
Other Employee Benefits	100,500	752	101,252	28,253	72,999
<b>TOTAL UNALLOCATED BENEFITS</b>	<b>4,822,629</b>	<b>(31,907)</b>	<b>4,790,722</b>	<b>4,231,350</b>	<b>559,372</b>
On-Behalf TPAF Pension Contributions (non-budgeted)	-	-	-	32,551	(32,551)
On-Behalf TPAF Post-Retirement Contributions (non-budgeted)	-	-	-	620,994	-
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	702,205	(702,205)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,355,750</b>	<b>(1,355,750)</b>
<b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>	<b>4,822,629</b>	<b>(31,907)</b>	<b>4,790,722</b>	<b>5,587,100</b>	<b>(796,378)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>16,087,809</b>	<b>544,232</b>	<b>16,630,241</b>	<b>15,278,688</b>	<b>1,350,621</b>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>25,309,792</b>	<b>614,617</b>	<b>25,922,609</b>	<b>24,049,773</b>	<b>1,872,836</b>
<b>CAPITAL OUTLAY</b>					
Equipment	-	-	-	-	-
<b>Regular Programs - Instruction:</b>					
Preschool/Kindergarten	-	-	-	-	-
Grades 1-5	-	-	-	-	-
Grades 6-8	-	-	-	-	-
Grades 9-12	-	-	-	-	-
Home Instruction	-	-	-	-	-

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2009**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>Special Education - Instruction:</b>					
Cognitive - Mild		-			-
Cognitive - Moderate		-			-
Learning and/or Language Disabilities		-			-
Visual Impairments		-			-
Auditory Impairments		-			-
Behavioral Disabilities		-			-
Multiple Disabilities		-			-
Resource Room/Resource Center		-			-
Autism		-			-
Preschool Disabilities - Part-Time		-			-
Preschool Disabilities - Full-Time		-			-
Cognitive - Severe		-			-
Basic Skills/Remedial - Instruction		-			-
Bilingual Education - Instruction		-			-
Vocational Programs - Local - Instruction		-			-
School-Sponsored and Other Instructional Program		-			-
Undistributed Expenditures - Instruction		36,026	36,026	35,166	860
Undist. Expend - Support Serv - Students - Reg.		-			-
Undist. Expend - Non-Instructional Services		28,700	28,700	12,851	15,849
Undistributed Expenditures - General Admin.		-			-
Undistributed Expenditures - School Admin.		-			-
Undistributed Expenditures - Operation of Plant Services	22,000	(22,000)	-	-	-
Schools Buses - Regular		-			-
Special Schools (All Programs)		-			-
<b>Total Equipment</b>	<u>22,000</u>	<u>42,726</u>	<u>64,726</u>	<u>48,017</u>	<u>16,709</u>
<b>Facilities Acquisition and Construction Services</b>					
Construction Services	475,000	1,256,001	1,731,001	949,148	781,853
Other Purchased Prof. Service		-			-
Lease Purchase Agreements		-			-
<b>Total Facilities Acquisition and Construction Services</b>	<u>475,000</u>	<u>1,256,001</u>	<u>1,731,001</u>	<u>949,148</u>	<u>781,853</u>
<b>Assets Acquired Under Capital Leases (non-budgeted)</b>					
<b>Undistributed Expenditures:</b>					
Capital Leases		-		347,587	(347,587)
<b>Assets Acquired Under Capital Leases (non-budgeted)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>347,587</u>	<u>(347,587)</u>
<b>TOTAL CAPITAL OUTLAY</b>	<u>497,000</u>	<u>1,298,727</u>	<u>1,795,727</u>	<u>1,344,752</u>	<u>450,975</u>
<b>SPECIAL SCHOOLS</b>					
<b>Summer School - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects	-	-			-
<b>Total Summer School - Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Summer School - Support Services</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects	-	-			-
<b>Total Summer School - Support Services</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Summer School</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other Special Schools - Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects	-	-			-
<b>Total Other Special Schools - Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2009

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Other Special Schools - Support Services</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Other Special Schools - Support Services</b>	-	-	-	-	-
<b>Total Other Special Schools</b>	-	-	-	-	-
<b>Accred. Even./Adult H.S./Post-Grad.-Inst.</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Accred. Even./Adult H.S./Post-Grad.-Inst.</b>	-	-	-	-	-
<b>Accred. Even./Adult H.S./Post-Grad.-Supp. Service</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service</b>	-	-	-	-	-
<b>Total Accred. Even./Adult H.S./Post-Grad.</b>	-	-	-	-	-
<b>Adult Education-Local-Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Adult Education-Local-Instruction</b>	-	-	-	-	-
<b>Adult Education-Local-Support Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Adult Education-Local-Support Serv.</b>	-	-	-	-	-
<b>Total Adult Education-Local</b>	-	-	-	-	-
<b>Vocational Evening-Local-Instruction</b>					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Vocational Evening-Local-Instruction</b>	-	-	-	-	-
<b>Vocational Evening-Local-Support Serv.</b>					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Vocational Evening-Local-Support Serv.</b>	-	-	-	-	-
<b>Total Vocational Evening-Local</b>	-	-	-	-	-



Monmouth Regional High School District  
 Budgetary Comparison Schedule  
 General Fund  
 Fiscal Year Ended June 30, 2009

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Even.-Sch.-Foreign-Born-Local-Inst.					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
<b>Total Even.-Sch.-Foreign-Born-Local-Inst.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Even.-Sch.-Foreign-Born-Local-Sup. Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
<b>Total Even.-Sch.-Foreign-Born-Local-Sup. Serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Even.-Sch.-Foreign-Born-Local</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL SPECIAL SCHOOLS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Transfer of Funds to Charter Schools					-
<b>TOTAL EXPENDITURES</b>	<b>25,806,792</b>	<b>1,913,344</b>	<b>27,718,336</b>	<b>25,394,525</b>	<b>2,323,811</b>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(1,585,583)	(1,913,344)	(3,497,127)	676,870	4,173,997
Other Financing Sources(Uses):					
Operating Transfer In:		-			-
Transfer from Capital Projects		-			-
Operating Transfer Out:		-			-
Transfer to Special Revenue Fund		-			-
Capital Leases (non-budgeted)		-		347,587	(347,587)
<b>Total Other Financing Sources:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>347,587</b>	<b>(347,587)</b>
Excess (Deficiency) of Revenues and Other Financing Sources					
Over (Under) Expenditures and Other Financing Sources (Uses)	(1,585,583)	(1,913,344)	(3,497,127)	1,024,457	3,826,410
Fund Balance, July 1	5,098,223	-	5,098,223	5,098,223	-
<b>Fund Balance, June 30</b>	<b>\$ 3,512,640</b>	<b>\$ (1,913,344)</b>	<b>\$ 1,681,096</b>	<b>\$ 6,122,680</b>	<b>\$ 3,826,410</b>
Recapitulation:					
Reserve for encumbrances				\$ 1,414,635	
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				1,462,009	
Maintenance Reserve				50,000	
Reserve for Excess Surplus				1,979,011	
Capital Reserve				79,333	
Unrestricted Fund Balance				1,137,692	
				<u>6,122,680</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(432,452)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 5,690,228</u>	

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources	\$ -	3,205	\$ 3,205	\$ 3,000	\$ (205)
State Sources	33,446	16,179	49,625	31,248	(18,377)
Federal Sources	216,387	249,533	465,920	333,507	(132,413)
<b>Total Revenues</b>	<b>249,833</b>	<b>268,917</b>	<b>518,750</b>	<b>367,755</b>	<b>(150,995)</b>
<b>EXPENDITURES:</b>					
<b>Instruction</b>					
Salaries of Teachers	89,547	46,234	135,781	103,723	32,058
Other Salaries for Instruction		2,730	2,730		2,730
Other Salaries		-			-
Purchased Professional - Educational Services		-			-
Purchased Professional and Technical Services	60,000	4,372	64,372	59,405	4,967
Supplies and Materials		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		20,189	20,189	18,614	1,575
Textbooks		-			-
Tuition	100,286	10,994	111,280	111,280	-
Other Objects		500	500	500	-
<b>Total Instruction</b>	<b>249,833</b>	<b>85,019</b>	<b>334,852</b>	<b>293,522</b>	<b>41,330</b>
<b>Support Services</b>					
Salaries of Other Professional Staff		-			-
Salaries of Secretaries & Clerical Assistants		24,750	24,750	24,750	-
Other Salaries		3,000	3,000	3,000	-
Personal Services - Employee Benefits		55,394	55,394	5,831	49,563
Purchased Professional Services		-			-
Other Purchased Professional Services		-			-
Purchased Technical Services		68,523	68,523	11,934	56,589
Rentals		-			-
Contracted Services Transportation		-			-
Tuition		-			-
Travel		-			-
Other Purchased Services (400-500 series)		26,066	26,066	26,234	(168)
Supplies & Materials		5,960	5,960	2,484	3,476
Other Objects		-			-
<b>Total Support Services</b>	<b>-</b>	<b>183,693</b>	<b>183,693</b>	<b>74,233</b>	<b>109,460</b>

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES (CONT'D.)</b>					
<b>Facilities Acquisition and Construction Services:</b>					
Buildings	-	-	-	-	-
Instructional Equipment	-	205	205	-	205
Noninstructional Equipment	-	-	-	-	-
<b>Total Facilities Acquisition and Construction Services</b>	-	205	205	-	205
<b>Transfer to Charter School</b>					
<b>Total Expenditures</b>	249,833	268,917	518,750	367,755	150,995
<b>Other Financing Sources (Uses)</b>					
Transfer in from General Fund	-	-	-	-	-
Transfer Out to Whole School Reform (General Fund)	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	-	-	-	-	-
<b>Total Outflows</b>	249,833	268,917	518,750	367,755	150,995
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

***NOTES TO REQUIRED SUPPLEMENTARY INFORMATION***

**Monmouth Regional High School District**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Note to RSI**  
**For the Fiscal Year Ended June 30, 2009**

**Note A - Explanation of Differences between Budgetary Inflows and Outflows and  
GAAP Revenues and Expenditures**

		General Fund		Special Revenue Fund
<b>Sources/inflows of resources</b>				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	[C-1]	\$26,072,736	[C-2]	\$ 367,755
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(432,456)		
Prior year state aid payment recognized for GAAP purposes in current year		208,728		1,341
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	<u>\$25,849,008</u>	[B-2]	<u>\$ 369,096</u>
<b>Uses/outflows of resources</b>				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	25,394,525	[C-2]	367,755
Differences - budget to GAAP				
The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.				-
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (outflows) to general fund				-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	<u>\$25,394,525</u>	[B-2]	<u>\$ 367,755</u>

***OTHER SUPPLEMENTARY INFORMATION***

***SPECIAL REVENUE FUND  
DETAIL STATEMENTS***

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

**Monmouth Regional High School District**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2009**

	Total Brought Forward (Ex. E-1a)	Title I		Title I SIA		I.D.E.A. Part B		Peskie Grant	Total 2009
		2007-2008 (Carryover)	Title I	2006-2007 (Carryover)	2007-2008 (Carryover)	Basic (Carryover) 2007-2008	Basic		
<b>REVENUES</b>									
Local Sources	\$ 31,248	-	\$ -	-	\$ -	-	\$ -	\$ 3,000	\$ 3,000
State Sources	-	-	-	-	-	-	-	-	31,248
Federal Sources	30,059	807	55,889	3,583	2,230	13,534	247,405	-	333,507
<b>Total Revenues</b>	<b>61,307</b>	<b>807</b>	<b>55,889</b>	<b>3,583</b>	<b>2,230</b>	<b>13,534</b>	<b>247,405</b>	<b>3,000</b>	<b>367,755</b>
<b>EXPENDITURES:</b>									
<b>Instruction:</b>									
Salaries of Teachers	25,000	-	21,950	-	792	9,528	46,453	-	103,723
Other Salaries for Instruction	-	-	-	-	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-	-	59,405	-	59,405
Purchased Professional and Technical Services	-	-	-	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-	-	111,280	-	111,280
Tuition	-	-	-	-	-	-	485	-	18,614
General Supplies	12,833	-	-	3,583	960	753	-	-	-
Textbooks	-	-	-	-	-	-	500	-	500
Other Objects	-	-	-	-	-	-	-	-	-
<b>Total instruction</b>	<b>37,833</b>	<b>-</b>	<b>21,950</b>	<b>3,583</b>	<b>1,752</b>	<b>10,281</b>	<b>218,123</b>	<b>-</b>	<b>293,522</b>
<b>Support services:</b>									
Salaries of Secretarial and Clerical Assists.	-	-	-	-	-	-	24,750	-	24,750
Other Salaries	-	-	-	-	-	-	-	3,000	3,000
Personal Services - Employee Benefits	1,293	807	-	-	478	3,253	-	-	5,831
Purchased Professional Services	-	-	-	-	-	-	-	-	-
Other Purchased Professional Services	-	-	-	-	-	-	-	-	-
Purchased Technical Services	-	-	11,934	-	-	-	-	-	11,934
Rentals	-	-	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-	-	-
Other Purchased Services	21,702	-	-	-	-	-	4,532	-	26,234
Supplies & Materials	479	-	2,003	-	-	-	-	-	2,484
<b>Total support services</b>	<b>23,474</b>	<b>807</b>	<b>13,939</b>	<b>-</b>	<b>478</b>	<b>3,253</b>	<b>29,282</b>	<b>3,000</b>	<b>74,233</b>



Monmouth Regional High School District  
Special Revenue Fund  
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
For the Fiscal Year Ended June 30, 2009

Total Brought Forward (Ex. E-1a)	Title I 2007-2008 (Carryover)	Title I (Carryover)	Title I SIA		I.D.E.A. Part B		Pescoe Grant	Total 2009
			2006-2007 (Carryover)	2007-2008 (Carryover)	Basic (Carryover) 2007-2008	Basic		
EXPENDITURES (CONT'D):								
Facilities acquisition and const. serv.:								
Buildings	-	-	-	-	-	-	-	-
Instructional Equipment	-	-	-	-	-	-	-	-
Noninstructional Equipment	-	-	-	-	-	-	-	-
Total facilities acquisition and const. serv.								
-	-	-	-	-	-	-	-	-
Transfer to Charter Schools								
-	-	-	-	-	-	-	-	-
Total Expenditures								
61,307	807	35,889	3,583	2,230	13,534	247,405	3,000	367,755
Other Financing Sources (Uses)								
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
Total Outflows								
61,307	807	35,889	3,583	2,230	13,534	247,405	3,000	367,755
Excess (Deficiency) of Revenues Over (Under)								
\$	-	\$	-	\$	-	\$	-	\$
Expenditures and Other Financing Sources (Uses)								
\$	-	\$	-	\$	-	\$	-	\$

**Monmouth Regional High School District**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2009**

	Total Brought Forward (Ex. E-1b)	Title IV 2007-2008 (Carryover)	Title IV	Title III	Title II Part A 2007-2008 (Carryover)	Title II Part A	Total Carried Forward
<b>REVENUES</b>							
Local Sources	\$ -						\$ -
State Sources	31,248						31,248
Federal Sources	-	250	119	3,287	1,043	25,360	30,059
<b>Total Revenues</b>	<b>31,248</b>	<b>250</b>	<b>119</b>	<b>3,287</b>	<b>1,043</b>	<b>25,360</b>	<b>61,307</b>
<b>EXPENDITURES:</b>							
<b>Instruction:</b>							
Salaries of Teachers	-					25,000	25,000
Other Salaries for Instruction	-					-	-
Purchased Professional - Educational Services	-					-	-
Purchased Professional and Technical Services	-					-	-
Other Purchased Services (400-500 series)	-					-	-
General Supplies	9,546			3,287			12,833
Textbooks	-	-					-
Other Objects	-	-					-
Supplies and Materials	-	-					-
<b>Total instruction</b>	<b>9,546</b>	<b>-</b>	<b>-</b>	<b>3,287</b>	<b>-</b>	<b>25,000</b>	<b>37,833</b>
<b>Support services:</b>							
Salaries of Secretarial and Clerical Assistants.	-						-
Other Salaries	-						-
Personal Services - Employee Benefits	-	250			1,043		1,293
Purchased Professional Services	-						-
Other Purchased Professional Services	-						-
Purchased Technical Services	-						-
Rentals	-						-
Travel	-						-
Other Purchased Services	21,702		119			360	21,702
Supplies & Materials	-						479
<b>Total support services</b>	<b>21,702</b>	<b>250</b>	<b>119</b>	<b>-</b>	<b>1,043</b>	<b>360</b>	<b>23,474</b>

Monmouth Regional High School District  
Special Revenue Fund  
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
For the Fiscal Year Ended June 30, 2009

	Total Brought Forward (Ex. E-1b)	Title IV 2007-2008 (Carryover)	Title IV	Title III	Title II Part A 2007-2008 (Carryover)	Title II Part A	Total Carried Forward
<b>EXPENDITURES (CONT'D):</b>							
<b>Facilities acquisition and const. serv.:</b>							
Buildings	-	-	-	-	-	-	-
Instructional Equipment	-	-	-	-	-	-	-
Noninstructional Equipment	-	-	-	-	-	-	-
<b>Total facilities acquisition and const. serv.</b>	-	-	-	-	-	-	-
Transfer to Charter Schools	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>31,248</b>	<b>250</b>	<b>119</b>	<b>3,287</b>	<b>1,043</b>	<b>25,360</b>	<b>61,307</b>
<b>Other Financing Sources</b>							
Transfer in from General Fund	-	-	-	-	-	-	-
Contribution to Whole School Reform	-	-	-	-	-	-	-
<b>Total Outflows</b>	<b>31,248</b>	<b>250</b>	<b>119</b>	<b>3,287</b>	<b>1,043</b>	<b>25,360</b>	<b>61,307</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>\$ - \$</b>	<b>- \$</b>	<b>- \$</b>	<b>- \$</b>	<b>- \$</b>	<b>- \$</b>	<b>-</b>

Monmouth Regional High School District  
Special Revenue Fund  
Combining Schedule of Revenues and Expenditures - Budgetary Basis (Cont'd.)  
For the Fiscal Year Ended June 30, 2009

	N.J. Nonpublic Handicapped Services Ch. 193			N.J. Nonpublic		Total Carried Forward
	Supplemental Instruction	Examination & Classification	Corrective Speech	Technology Initiative	Nursing	
REVENUES						
State Sources	\$ 1,652	\$ 1,520		\$ 9,546	\$ 18,530	\$ 31,248
Total Revenues	1,652	1,520	-	9,546	18,530	31,248
EXPENDITURES						
Instruction:						
Purchased Professional - Educational Services						-
General Supplies				9,546		9,546
Textbooks						-
Total instruction	-	-	-	9,546	-	9,546
Support Services:						
Other Purchased Services	1,652	1,520			18,530	21,702
Other Purchased Professional Services						-
Total Support Services	1,652	1,520	-	-	18,530	21,702
Total Expenditures	1,652	1,520	-	9,546	18,530	31,248
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

***CAPITAL PROJECTS FUND  
DETAIL STATEMENTS***

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

THIS SECTION IS NOT APPLICABLE THIS YEAR.

***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 charges.

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

**THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.**

***FIDUCIARY FUNDS  
DETAIL STATEMENTS***

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

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

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

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 COUNTY OF MONMOUTH  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trust	Agency Fund	Total
<b>ASSETS:</b>					
Cash and Cash Equivalents	\$ 219,044	\$ 66,003	\$ 12,271	\$ 102,619	\$ 399,937
Total Assets	\$ 219,044	\$ 66,003	\$ 12,271	\$ 102,619	\$ 399,937
<b>LIABILITIES:</b>					
Payable to Student Groups	\$ -	\$ -	\$ -	\$ 91,887	\$ 91,887
Payroll Deductions and Withholdings				10,732	10,732
Total Liabilities	\$ -	\$ -	\$ -	\$ 102,619	\$ 102,619
<b>NET ASSETS:</b>					
Held in Trust for Unemployment Claims and Other Purpose	\$ 219,044	\$ -	\$ -		\$ 219,044
Reserved for Scholarships	-	66,003	-		66,003
Reserved for Other Trust	-	-	12,271		12,271
Total Net Assets	\$ 219,044	\$ 66,003	\$ 12,271		\$ 297,318



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Other Trusts	Total
<b>ADDITIONS:</b>				
Contributions:				
Plan Member	\$ 31,433	\$ 37,663	\$	\$ 31,433
Other				37,663
Total Contributions	\$ 31,433	\$ 37,663	\$ -	\$ 69,096
Investment Earnings:				
Interest & Dividends	\$ 2,963	\$ 239	\$ 40	\$ 3,242
Net Investment Earnings	\$ 2,963	\$ 239	\$ 40	\$ 3,242
Total Additions	\$ 34,396	\$ 37,902	\$ 40	\$ 72,338
<b>DEDUCTIONS:</b>				
Quarterly Contribution Reports	\$ 7,788	\$	\$	\$ 7,788
Unemployment Claims	111,967			111,967
Scholarships Awarded		44,950		44,950
Miscellaneous				-
Total Deductions	\$ 119,755	\$ 44,950	\$ -	\$ 164,705
Change in Net Assets	\$ (85,359)	\$ (7,048)	\$ 40	\$ (92,367)
Net Assets - Beginning of Fiscal Year	\$ 304,403	\$ 73,051	\$ 12,231	\$ 389,685
Net Assets - End of Fiscal Year	\$ 219,044	\$ 66,003	\$ 12,271	\$ 297,318

## Exhibit H-3

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**COUNTY OF MONMOUTH**  
**STUDENT ACTIVITY AGENCY FUND**  
**STATEMENT OF ACTIVITY**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

<u>Schools</u>	<u>Balance July 1, 2008</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2009</u>
Monmouth Regional High School	\$ 80,322	\$ 388,447	\$ 376,982	\$ 91,787
Monmouth Regional Athletic	<u>100</u>	<u>67,739</u>	<u>67,739</u>	<u>100</u>
Total	\$ <u>80,422</u>	\$ <u>456,186</u>	\$ <u>444,721</u>	\$ <u>91,887</u>

Exhibit H-4

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
PAYROLL AGENCY FUND  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

	<u>Balance</u> <u>July 1, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2009</u>
ASSETS:				
Cash and cash equivalents	\$ <u>2,186</u>	\$ <u>19,840,437</u>	<u>19,831,891</u>	\$ <u>10,732</u>
Total Assets	\$ <u><u>2,186</u></u>	\$ <u><u>19,840,437</u></u>	<u><u>19,831,891</u></u>	\$ <u><u>10,732</u></u>
LIABILITIES:				
Net Payroll	\$ <u>-</u>	\$ <u>13,624,302</u>	\$ <u>13,623,045</u>	\$ <u>1,257</u>
Payroll deductions and withholdings	<u>2,186</u>	<u>6,216,135</u>	<u>6,208,846</u>	<u>9,475</u>
Total Liabilities	\$ <u><u>2,186</u></u>	\$ <u><u>19,840,437</u></u>	\$ <u><u>19,831,891</u></u>	\$ <u><u>10,732</u></u>

## ***LONG-TERM DEBT SCHEDULES***

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

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
GENERAL LONG-TERM DEBT ACCOUNT GROUP  
STATEMENT OF SERIAL BONDS AND LOANS  
June 30, 2009

Issue	Date of Issue	Amount of Issue	Annual Maturities of Bonds and Loans Outstanding		Interest Rate	Balance July 1, 2008	Issued	Retired	Balance June 30, 2009
			Date	June 30, 2009 Amount					
School Refunding Bonds	09/01/02	4,925,000	02/01/10	550,000	5.000%	\$ 2,870,000		\$ 535,000.00	\$ 2,335,000
			02/01/11	575,000	5.000%				
			02/01/12	600,000	5.000%				
			02/01/13	610,000	3.875%				

Exhibit I-2

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
GENERAL LONG-TERM DEBT ACCOUNT GROUP  
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES  
June 30, 2009

Series	Amount of Original Issue	Amount Outstanding July 1, 2008	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2009
2004 Xerox Copiers	\$ 90,168	\$ 22,315	\$	22,315	\$ 0
2006 Savin Digital Copier	9,420	5,385		1,940	3,445
2007 Savin Digital Copier	42,001	28,935		8,215	20,720
2008 Type "C" Conventional School Bus	71,449	56,017		13,191	42,826
2008 Type "B" School Bus	45,400	35,549		9,851	25,698
2009 Xerox 4575 Digital Copier	135,961	0	135,961	13,566	122,395
2009 54 Passenger - Type "C" Buses	144,826	0	144,826	31,442	113,384
2009 9 Passenger - Buses	66,800	0	66,800	14,172	52,628
		<u>\$ 148,201</u>	<u>\$ 347,587</u>	<u>\$ 114,692</u>	<u>\$ 381,096</u>

**Monmouth Regional High School District**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2009**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 592,271	\$ -	\$ 592,271	\$ 592,271	\$ -
State Sources:					
Debt Service Aid Type II	71,342	-	71,342	71,342	-
<b>Total Revenues</b>	<b>663,613</b>	<b>-</b>	<b>663,613</b>	<b>663,613</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	128,613	-	128,613	128,613	-
Redemption of Principal	535,000	-	535,000	535,000	-
Total Regular Debt Service	663,613	-	663,613	663,613	-
<b>Total expenditures</b>	<b>663,613</b>	<b>-</b>	<b>663,613</b>	<b>663,613</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources:					
Operating Transfers In:					
Interest Earned in Capital Projects Fund	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	1	(1)	-	1	1
Fund Balance, June 30	<u>1</u>	<u>(1)</u>	<u>-</u>	<u>1</u>	<u>1</u>
<b>Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures</b>					
Budgeted Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

***STATISTICAL SECTION***



*INTRODUCTION TO THE STATISTICAL SECTION*

***FINANCIAL TRENDS***

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Net Assets by Component,**  
**Last seven fiscal years**  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
<b>Governmental activities</b>							
Invested in capital assets, net of related debt	\$ 2,360,658	\$ 2,137,027	\$ 2,258,434	\$ 2,436,515	\$ 2,711,255	\$ 4,247,559	\$ 5,738,558
Restricted (Deficit)	1,321,253	648,500	2,897,117	4,200,619	4,485,916	4,402,357	3,699,687
Unrestricted (Deficit)	1,250,047	1,412,531	390,360	(585,091)	(273,621)	(575,884)	701,706
Total governmental activities net assets	\$ 4,931,958	\$ 4,198,058	\$ 5,545,911	\$ 6,052,043	\$ 6,923,550	\$ 8,074,032	\$ 10,139,951
<b>Business-type activities</b>							
Invested in capital assets, net of related debt	\$ 1,981	\$ 520	\$ 173	\$ -	\$ -	\$ -	\$ 53,829
Restricted	66,901	75,593	99,145	115,020	132,990	119,206	70,636
Unrestricted	68,882	76,113	99,318	115,020	132,990	119,206	124,465
Total business-type activities net assets							
<b>District-wide</b>							
Invested in capital assets, net of related debt	\$ 2,362,639	\$ 2,137,547	\$ 2,258,607	\$ 2,436,515	\$ 2,711,255	\$ 4,247,559	\$ 5,792,387
Restricted (Deficit)	1,321,253	648,500	2,897,117	4,200,619	4,485,916	4,402,357	3,699,687
Unrestricted (Deficit)	1,316,948	1,488,124	489,505	(470,071)	(140,631)	(456,678)	772,342
Total district net assets	\$ 5,000,840	\$ 4,274,171	\$ 5,645,229	\$ 6,167,063	\$ 7,056,540	\$ 8,193,238	\$ 10,264,416

**Source:** School District Financial Reports

**Note:** This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Changes in Net Assets**  
**Last Seven Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
<b>Expenses</b>							
Governmental activities							
Instruction							
Regular	\$ 7,532,424	\$ 7,619,856	\$ 7,615,418	\$ 8,437,052	\$ 8,828,801	\$ 9,018,054	\$ 7,891,521
Special education	1,337,039	1,670,930	1,913,775	2,212,270	2,459,015	2,839,990	2,382,409
Other special education							
Vocational							
Other instruction	1,614,581	1,860,311	1,508,588	1,599,308	1,699,314	1,605,600	1,451,076
Nonpublic school programs							
Adult/continuing education programs							
Support Services:							
Tuition	1,757,710	1,631,432	2,019,376	1,996,831	1,780,109	2,089,522	2,536,225
Student & instruction related services	3,252,532	3,886,169	3,699,439	4,031,389	4,096,725	3,804,254	3,309,675
School Administrative services	755,938	924,244	808,563	905,227	800,748	867,239	667,634
General administration	831,968	986,551	634,807	751,521	606,823	637,000	775,836
Central Services	-	-	355,179	495,210	493,650	510,349	492,370
Plant operations and maintenance	1,656,857	1,719,225	1,820,511	2,137,660	2,216,572	2,297,511	2,771,938
Administrative information technology	-	-	8,722	511	13,169	143,126	45,913
Pupil transportation	1,731,563	1,848,896	1,945,682	2,045,766	2,239,301	2,054,328	2,555,325
Other support services							17,246
Unallocated Benefits							
Charter Schools							
Interest on long-term debt	243,651	210,303	188,262	176,512	223,135	139,228	120,810
Capital Outlay							
Unallocated depreciation	82,321	-	-	-	-	-	-
Total governmental activities expenses	20,796,584	22,357,917	22,518,322	24,789,257	25,457,362	26,006,201	25,017,978
Business-type activities:							
Food service	292,370	310,460	315,624	345,209	333,798	345,887	399,379
Enrichment Program							
Total business-type activities expense	292,370	310,460	315,624	345,209	333,798	345,887	399,379
Total district expenses	\$ 21,088,954	\$ 22,668,377	\$ 22,833,946	\$ 25,134,466	\$ 25,791,160	\$ 26,352,088	\$ 25,417,357
<b>Program Revenues</b>							
Governmental activities:							
Charges for services:	\$ 28,799	\$ 34,105	\$ 62,843	\$ 55,167	\$ 37,048	\$ 20,677	\$ 7,750
Instruction (tuition)							
Special Education							
Plant Operations and Maintenance	385,407	322,102	413,995	478,101	389,575	422,620	375,466
Pupil transportation							
Central and other support services	1,446,707	1,931,985	1,713,579	1,988,494	2,774,646	2,722,329	1,796,188
Operating grants and contributions							
Capital grants and contributions							
Total governmental activities program revenues	1,860,913	2,288,192	2,190,417	2,521,762	3,201,269	3,165,626	2,179,404

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**

**Changes in Net Assets**

**Last Seven Fiscal Years**

*(accrual basis of accounting)*

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
Business-type activities:							
Charges for services:							
Food service	\$ 255,266	\$ 253,367	\$ 256,815	\$ 282,096	\$ 267,171	\$ 249,130	\$ 279,815
Enrichment Program	54,730	64,324	69,695	68,469	73,676	77,398	70,994
Operating grants and contributions							
Capital grants and contributions	309,996	317,691	326,510	350,565	340,847	326,528	350,809
Capital business-type activities program revenues	\$ 2,170,909	\$ 2,605,883	\$ 2,516,927	\$ 2,872,327	\$ 3,542,116	\$ 3,492,154	\$ 2,530,213
Capital district program revenues							
(Expense)/Revenue							
Governmental activities:							
Business-type activities	\$ (18,935,671)	\$ (20,069,725)	\$ (20,327,905)	\$ (22,267,495)	\$ (22,256,093)	\$ (22,840,575)	\$ (22,838,574)
Capital district-wide net expense	17,626	7,231	10,886	5,356	7,049	(19,359)	(48,570)
	\$ (18,918,045)	\$ (20,062,494)	\$ (20,317,019)	\$ (22,262,139)	\$ (22,249,044)	\$ (22,859,934)	\$ (22,887,144)
General Revenues and Other Changes in Net Assets							
Governmental activities:							
Property taxes levied for general purposes, net	\$ 12,893,477	\$ 13,547,671	\$ 16,201,462	\$ 17,335,926	\$ 17,719,047	\$ 18,427,809	\$ 18,974,921
Taxes levied for debt service	597,703	601,725	562,278	590,396	595,259	595,126	592,271
Unrestricted grants and contributions	4,463,814	5,084,775	4,676,705	4,556,128	4,395,192	4,539,297	4,957,551
Cancellation of Prior Year Accounts Payable							
Payments in lieu of taxes							
Tuition Received							
Transportation fees							
Investment earnings	83,812	42,461	107,824	205,383	302,010	198,297	45,555
Miscellaneous income	106,674	59,193	127,489	85,794	116,092	230,528	290,049
Rental income							44,145
Transfers							
Other Adjustments							
Capital government activities	\$ 18,145,480	\$ 19,335,825	\$ 21,675,758	\$ 22,773,627	\$ 23,127,600	\$ 23,991,057	\$ 24,904,492
Business-type activities:							
Investment earnings							
Miscellaneous Income							
Transfers	836	-	12,319	10,346	10,921	5,575	53,829
Capital business-type activities	\$ 18,146,316	\$ 19,335,825	\$ 21,688,077	\$ 22,783,973	\$ 23,138,521	\$ 23,996,632	\$ 24,958,321
Capital district-wide							
Change in Net Assets							
Governmental activities	\$ (790,191)	\$ (733,900)	\$ 1,347,853	\$ 506,132	\$ 871,507	\$ 1,150,482	\$ 2,065,918
Business-type activities	18,462	7,231	23,205	15,702	17,970	(13,784)	5,259
Capital district	\$ (771,729)	\$ (726,669)	\$ 1,371,058	\$ 521,834	\$ 889,477	\$ 1,136,698	\$ 2,071,177

Source: School District Financial Reports

Note: This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Fund Balances, Governmental Funds,**  
**Last Seven Fiscal Years**  
*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,						
	2003	2004	2005	2006	2007	2008	2009
General Fund							
Reserved	\$ 1,296,640	\$ 624,623	\$ 2,898,457	\$ 4,201,953	\$ 4,487,253	\$ 4,403,697	\$ 4,984,989
Unreserved	2,420,551	2,506,671	1,411,795	754,779	801,284	485,798	705,239
Total general fund	\$ 3,717,191	\$ 3,131,294	\$ 4,310,252	\$ 4,956,732	\$ 5,288,537	\$ 4,889,495	\$ 5,690,228
All Other Governmental Funds							
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:							
Special revenue fund	(3,672)	(1,341)	(1,341)	(1,336)	(1,338)	(1,341)	
Capital projects fund							
Debt service fund	28,285	25,218	1	2	1	1	1
Permanent fund							
Total all other governmental funds	\$ 24,613	\$ 23,877	\$ (1,340)	\$ (1,334)	\$ (1,337)	\$ (1,340)	\$ 1

**Source:** School District Financial Reports

**Note:** This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Revenues</b>										
Local Tax Levy	\$ 19,567,192	\$ 19,022,935	\$ 18,314,306	\$ 17,926,322	\$ 16,763,740	\$ 14,149,396	\$ 13,491,180	\$ 13,439,480	\$ 12,093,032	\$ 10,279,696
Tuition Charges	7,750	20,677	37,048	55,167	62,843	34,105	28,799	85,595	95,445	107,608
Transportation Fees	375,466	422,620	399,575	478,101	413,995	322,101	385,407	315,787	375,488	352,829
Interest Earnings	45,555	198,297	302,010	205,383	108,115	42,576	84,008	103,163	246,638	256,100
Other Local Revenue	133,674	113,679	74,091	76,374	39,004	59,078	23,651	33,349	14,049	32,311
State sources	5,799,162	6,869,806	6,595,837	5,856,655	5,635,940	5,782,461	4,988,776	4,559,480	4,658,591	5,285,660
Federal sources	951,577	392,020	573,901	688,215	752,370	1,234,299	921,142	1,045,989	715,371	758,684
Total revenue	26,880,376	27,039,634	26,286,668	25,286,217	23,776,007	21,624,017	19,922,963	19,582,823	18,188,614	17,072,968
<b>Expenditures</b>										
Instruction:										
Regular	6,121,694	6,184,721	5,967,499	5,782,102	5,420,498	5,386,901	5,239,928	5,080,739	4,883,050	4,825,987
Special	1,928,942	1,874,966	1,804,167	1,474,077	1,338,101	1,147,565	972,470	809,470	734,235	612,437
Other	198,487	197,587	195,256	189,539	161,812	422,148	290,448	362,448	393,586	393,586
School-Sponsored/Other Instructional	915,484	934,895	990,747	950,944	950,392	912,136	928,036	876,663	816,652	797,484
Total Instruction	9,064,607	9,192,169	8,757,669	8,396,662	7,870,803	7,863,750	7,430,882	7,129,320	6,797,221	6,689,474
Undistributed:										
Tuition	1,847,024	2,069,522	1,780,109	1,996,831	2,019,376	1,631,432	1,757,710	1,597,994	1,454,927	1,613,255
Student and Instruction Related Services	2,546,043	2,600,953	2,792,728	2,770,981	2,656,890	2,795,780	2,477,745	2,471,048	2,354,847	2,315,985
Instruction										
Support Services-Students										
Support Services-Instructional Staff										
General Administration	595,598	508,151	473,816	496,017	395,750	378,963	372,205	347,435	321,935	325,826
School Administration	512,533	579,343	529,368	604,860	569,506	644,193	557,219	529,367	493,122	491,432
Central Services	343,846	353,314	337,919	350,117	355,179	-	-	-	-	-
Admin. Information Technology	8,113	94,137	8,490	511	8,722	-	-	-	-	-
Operations and Maintenance	1,914,793	1,904,253	1,843,619	1,788,291	1,545,699	1,427,993	1,364,045	1,247,908	1,129,624	1,086,080
Student Transportation	1,897,772	1,834,211	2,026,759	1,841,490	1,800,104	1,709,935	1,523,710	1,425,078	1,345,166	1,338,147
Business and Other Support Services:										
Employee Benefits	5,687,100	6,430,518	6,079,291	5,213,712	4,716,640	4,563,239	3,825,669	2,920,338	2,851,484	2,501,466
Other	-	-	-	-	-	368,404	292,281	278,628	269,141	258,473
Food Services										
On-behalf TPAF Pension Contributions										
Reimbursed TPAF Social Security										
Contributions										
Total Undistributed	15,352,921	16,394,442	15,812,119	15,082,810	14,067,866	13,517,939	12,170,584	10,818,396	10,220,246	9,930,664
Capital Outlay:										
Equipment	1,344,752	1,302,305	750,316	528,167	115,503	148,658	270,290	374,082	559,056	700,814
Facilities Acquisition and Construction										
Services										
Lease Purchase Agreements										
Assets Acquired Under Capital Leases										
Total Capital Outlay	1,344,752	1,302,305	750,316	528,167	115,503	148,658	270,290	374,082	559,056	700,814
Special Schools										
Total General Fund Expenditures	25,762,280	26,888,916	25,330,104	23,987,639	22,054,172	21,535,347	19,871,756	18,321,798	17,576,523	17,320,952
Special Revenue:										
Federal										
State										
Other										
Total Special Revenue Expenditures	-	-	-	-	-	-	-	-	-	-
Debt Service Expenditures:										
Principal	535,000	520,000	505,000	485,000	470,000	465,000	420,000	375,000	350,000	340,000
Interest and Other Charges	128,613	146,812	176,512	176,512	168,262	210,303	243,651	307,190	325,550	342,890
Total Debt Service Expenditures	663,613	666,812	681,512	661,512	638,262	675,303	663,651	682,190	675,550	682,890
Total Governmental Fund Expenditures	\$ 26,425,893	\$ 27,555,728	\$ 25,997,067	\$ 24,649,151	\$ 22,712,434	\$ 22,210,650	\$ 20,535,407	\$ 19,003,988	\$ 18,262,073	\$ 18,003,842

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Excess (Deficiency) of revenues over (under) expenditures	454,483	(515,894)	289,801	637,066	1,063,573	(586,633)	(612,444)	578,835	(73,459)	(930,974)
<b>Other Financing sources (uses)</b>										
Proceeds from borrowing										
Capital leases (non-budgeted)	347,587	116,849	42,001	9,420	90,168	-	78,476	-	8,865	-
Proceeds from refunding		-	-	-	-	-	5,126,207	-	-	-
Payments to escrow agent		-	-	-	-	-	(5,120,417)	-	-	-
Adjustment	3	-	-	-	-	-	14	-	-	60,397
Transfers in		-	-	-	-	-	(850)	3,067	11,928	21,026
Transfers out		-	-	-	-	-	83,430	(3,067)	(11,928)	(22,944)
Total other financing sources (uses)	347,590	116,849	42,001	9,420	90,168	-	83,430	-	8,865	58,479
Net change in fund balances	\$ 802,073	\$ (399,045)	\$ 331,802	\$ 646,486	\$ 1,153,741	\$ (586,633)	\$ (529,014)	\$ 578,835	\$ (64,594)	\$ (872,495)
Debt service as a percentage of noncapital expenditures	2.65%	2.54%	2.64%	2.74%	2.91%	3.06%	3.27%	3.66%	3.87%	3.95%

**Source:** District records

**Notes:** Noncapital expenditures are total expenditures less capital outlay.

Central Service and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.

Prior to June 30, 2005, Central Service and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.



## Exhibit J-5

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
MODIFIED ACCRUAL BASIS OF ACCOUNTING

<u>Fiscal Year Ended June 30,</u>	<u>Rentals</u>	<u>Prior Year Refunds</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2000	\$ 9,002	\$ 14,477	\$ 8,832	\$ 32,311
2001	1,812	5,570	6,667	14,049
2002	3,743	15,273	14,333	33,349
2003	3,217	7,700	12,734	23,651
2004	400	9,262	49,416	59,078
2005	475	18,042	20,487	39,004
2006	50,644	8,454	17,276	76,374
2007	36,065	1,572	36,454	74,091
2008	39,344	4,351	69,984	113,679
2009	44,145	845	88,684	133,674

Source: District Records

*REVENUE CAPACITY*

## Exhibit J-6

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

**EATONTOWN BOROUGH**

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2000	\$ 992,712,373	\$ 1,096,936,630	90.50%
2001	1,009,819,320	1,108,778,005	91.07%
2002	1,043,352,503	1,172,265,673	89.00%
2003	1,061,272,075	1,234,043,703	86.00%
2004	1,063,608,445	1,563,900,081	68.01%
2005	1,069,828,539	1,716,918,062	62.31%
2006	* 2,634,312,382	2,130,183,972	123.67%
2007	2,490,880,992	2,368,717,720	105.16%
2008	2,456,688,843	2,419,254,321	101.55%
2009	2,424,185,216	2,678,894,372	90.49%

**Source:** Municipal Tax Assessor

**Note:** \* Revaluation

## Exhibit J-6a

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

**TINTON FALLS BOROUGH**

<u>Year Ended June 30,</u>		<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2000	\$	1,030,725,504	1,130,903,027	91.14%
2001		1,070,115,243	1,244,415,744	85.99%
2002		1,107,384,965	1,372,032,306	80.71%
2003		1,140,791,925	1,547,449,448	73.72%
2004		1,189,589,422	1,841,184,680	64.61%
2005		1,245,289,313	2,293,103,930	54.31%
2006		1,260,895,153	2,542,770,410	49.59%
2007		1,280,603,288	2,929,583,421	43.71%
2008	*	2,922,487,599	3,226,755,881	90.57%
2009		3,005,914,119	3,277,610,613	91.71%

**Source:** Municipal Tax Assessor

**Note:** \* Revaluation

## Exhibit J-6b

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

**SHREWSBURY TOWNSHIP**

<u>Year Ended June 30,</u>		<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2000	\$	27,318,454	27,503,526	99.33%
2001		27,400,258	28,836,012	95.02%
2002		27,360,576	34,005,593	80.46%
2003		27,264,596	37,465,222	72.77%
2004		27,288,601	44,934,301	60.73%
2005		27,304,436	55,164,789	49.50%
2006		27,285,461	63,041,570	43.28%
2007		27,278,537	75,269,951	36.24%
2008	*	72,717,014	79,684,044	91.26%
2009		72,725,738	79,268,812	91.75%

**Source:** Municipal Tax Assessor

**Note:** \* Revaluation

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
UNAUDITED**

**EATONTOWN BOROUGH**

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Eatontown Borough	Monmouth County	
2000	0.628	0.021	0.649	0.930	0.832	0.519	2.930
2001	0.666	0.023	0.689	0.975	0.813	0.505	2.982
2002	0.627	0.021	0.648	0.984	0.813	0.492	2.937
2003	0.616	0.021	0.637	1.008	0.857	0.481	2.983
2004	0.725	0.025	0.750	1.076	0.911	0.549	3.286
2005	0.710	0.024	0.734	1.112	0.946	0.530	3.322
2006	0.298	0.010	0.308	0.482	0.414	0.237	1.441
2007	0.323	0.010	0.333	0.569	0.472	0.241	1.615
2008	0.337	0.011	0.348	0.573	0.513	0.244	1.678
2009	N/A	N/A	0.371	0.589	0.541	0.282	1.783

**Source:** Municipal Tax Assessor

**Note:** N/A Not Available

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Regional Elementary School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Tinton Falls Borough	Monmouth County	
2000	0.515	0.018	0.533	1.380	0.525	0.516	2.954
2001	0.573	0.020	0.593	1.359	0.508	0.539	2.999
2002	0.576	0.020	0.596	1.376	0.537	0.543	3.052
2003	0.612	0.021	0.633	1.398	0.617	0.563	3.211
2004	0.701	0.024	0.725	1.498	0.611	0.579	3.413
2005	0.767	0.026	0.793	1.412	0.611	0.600	3.416
2006	0.771	0.026	0.797	1.411	0.785	0.597	3.590
2007	0.798	0.026	0.824	1.447	0.785	0.627	3.683
2008	0.357	0.012	0.369	0.644	0.383	0.283	1.679
2009	0.326	0.010	0.336	0.623	0.410	0.277	1.646

**Source:** Municipal Tax Assessor

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

Fiscal Year Ended June 30,	Monmouth Regional High School District Direct Rate			Regional Elementary School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Shrewsbury Township	Monmouth County	
2000	0.520	0.018	0.538	1.319	1.387	0.474	3.718
2001	0.485	0.017	0.502	1.249	1.388	0.487	3.626
2002	0.487	0.017	0.504	1.420	1.450	0.546	3.920
2003	0.594	0.020	0.614	1.517	1.501	0.572	4.204
2004	0.602	0.021	0.623	1.670	1.580	0.614	4.487
2005	0.700	0.024	0.724	1.806	1.760	0.675	4.965
2006	0.549	0.019	0.568	1.927	1.915	0.685	5.095
2007	0.692	0.023	0.715	1.933	2.143	0.744	5.535
2008	0.312	0.010	0.322	0.715	0.859	0.280	2.176
2009	0.314	0.010	0.324	0.670	0.926	0.291	2.211

**Source:** Municipal Tax Assessor



## Exhibit J-8

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2008**

**EATONTOWN BOROUGH**

<u>Taxpayer</u>	<u>Assessed Valuation 2008</u>	<u>As a % of District's Net Assessed Valuation</u>
Monmouth Mall	\$ 177,725,000	7.33%
IWW Townsend Tycom	46,000,000	1.90%
Eatontown Co-Ops	32,450,000	1.34%
Laurel Gardens Co-Ops	26,488,400	1.09%
Sacco of Monmouth, LLC	26,000,000	1.07%
Macy's	25,000,000	1.03%
East Coast Eatoncrest Apts.	24,720,000	1.02%
Eatontown 36, LLC	22,500,000	0.93%
Country Club Apts.	22,000,000	0.91%
Pacifico Concord - Sheraton Hotel	22,000,000	0.91%
Total	\$ <u>424,883,400</u>	<u>17.53%</u>

**Source:** Municipal Tax Collector

## Exhibit J-8a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2008**

**TINTON FALLS BOROUGH**

<u>Taxpayer</u>	<u>Assessed Valuation 2008</u>	<u>As a % of District's Net Assessed Valuation</u>
Tinton Falls Campus/Seabrook	\$ 194,755,600	6.48%
CPG Tinton Falls Urban Renewal, LLC	86,244,500	2.87%
Stavola Realty Company	38,703,400	1.29%
Mid-Mon Realty Associates c/o Sudler	35,664,700	1.19%
Avalon Bay Communities, Inc.	25,424,500	0.85%
Putnam @ Tinton Falls	23,280,000	0.77%
Reidhass, LP et al c/o Huson Equities	18,476,600	0.61%
Hovsons, Inc.	18,416,600	0.61%
Kapson TF Corp. c/o Red Mtg Capital Inc.	15,623,600	0.52%
XPD (NJ) LLC Thomson c/o K Fahey Pts	15,367,100	0.51%
Total	\$ <u>471,956,600</u>	<u>15.70%</u>

**Source:** Municipal Tax Collector

## Exhibit J-8b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF PRINCIPAL TAXPAYERS  
FOR YEAR ENDED DECEMBER 31, 2008**

**SHREWSBURY TOWNSHIP**

<u>Taxpayer</u>	<u>Assessed Valuation 2008</u>	<u>As a % of District's Net Assessed Valuation</u>
Alfred Vail Mutual	\$ 35,650,000	49.03%
Coolidge Shrewsbury, LLC	11,961,500	16.45%
Individual Taxpayer #1	219,700	0.30%
Individual Taxpayer #2	219,700	0.30%
Individual Taxpayer #3	219,700	0.30%
Individual Taxpayer #4	219,700	0.30%
Individual Taxpayer #5	219,700	0.30%
Individual Taxpayer #6	219,700	0.30%
Individual Taxpayer #7	219,700	0.30%
Individual Taxpayer #8	219,700	0.30%
Shrewsbury Urban Renewal Corp.	0	0.00%
Total	\$ <u>49,369,100</u>	<u>67.88%</u>

**Source:** Municipal Tax Collector

## Exhibit J-9

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**EATONTOWN BOROUGH**

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2000	\$ 5,490,617	\$ 5,490,617	100.00%
2001	6,444,044	6,444,044	100.00%
2002	6,955,535	6,955,535	100.00%
2003	6,755,426	6,755,426	100.00%
2004	6,767,074	6,767,074	100.00%
2005	7,971,427	7,329,422	91.95%
2006	7,853,616	7,853,616	100.00%
2007	8,116,150	7,461,787	91.94%
2008	8,020,557	8,020,557	100.00%
2009	8,290,151	8,290,151	100.00%

**Source:** Municipal Tax Collector

## Exhibit J-9a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2000	\$ 4,676,071	\$ 4,676,071	100.00%
2001	5,492,028	5,492,028	100.00%
2002	6,346,564	6,346,564	100.00%
2003	6,597,802	6,597,802	100.00%
2004	7,217,861	7,217,861	100.00%
2005	8,622,453	8,622,453	100.00%
2006	9,874,967	9,874,967	100.00%
2007	10,043,313	10,043,313	100.00%
2008	10,218,413	10,218,413	100.00%
2009	10,457,544	10,457,544	100.00%

**Source:** Municipal Tax Collector

## Exhibit J-9b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

<u>Year Ended June 30,</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Tax Levy Collected</u>
2000	\$ 113,008	\$ 113,008	100.00%
2001	146,960	146,960	100.00%
2002	137,382	137,382	100.00%
2003	137,952	137,952	100.00%
2004	167,462	167,462	100.00%
2005	169,860	169,860	100.00%
2006	197,740	197,740	100.00%
2007	154,842	154,842	100.00%
2008	188,839	188,839	100.00%
2009	227,226	227,226	100.00%

**Source:** Municipal Tax Collector

*DEBT CAPACITY*

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last ten fiscal years**

**EATONTOWN BOROUGH**

Fiscal Year Ended June 30,	Governmental Activities				Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable	Total District		
2000	\$ 3,151,355	\$ 38,918	\$ 190,488	\$ 3,380,761	0.62%	\$ 241
2001	2,872,800	29,491	284,475	3,186,766	0.53%	227
2002	2,692,800	17,092	473,975	3,183,867	0.52%	227
2003	2,406,101	41,117	488,770	2,935,988	0.49%	209
2004	2,123,330	26,778	479,014	2,629,122	0.43%	186
2005	2,042,832	55,696	476,397	2,574,925	0.39%	182
2006	1,706,399	40,865	586,997	2,334,261	0.34%	166
2007	1,494,312	39,068	473,818	2,007,198	0.30%	143
2008	1,212,575	62,615	448,561	1,723,751	0.24%	122
2009	1,036,357	169,144	551,711	1,757,212	0.23%	124

**Source:** School District Financial Reports

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



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last ten fiscal years**

**TINTON FALLS BOROUGH**

Fiscal Year Ended June 30,	Governmental Activities				Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable	Total District		
2000	\$ 3,206,812	\$ 39,602	\$ 193,841	\$ 3,440,255	0.67%	\$ 229
2001	2,992,500	30,720	296,328	3,319,548	0.59%	220
2002	2,805,000	17,804	493,724	3,316,528	0.52%	214
2003	2,837,679	48,493	576,440	3,462,612	0.49%	223
2004	2,662,165	33,573	600,573	3,296,311	0.52%	212
2005	2,284,608	62,288	532,780	2,879,676	0.49%	181
2006	2,145,755	51,386	738,134	2,935,275	0.39%	172
2007	1,848,228	48,320	586,038	2,482,586	0.35%	145
2008	1,617,532	83,526	598,364	2,299,422	0.30%	120
2009	1,267,977	206,947	675,015	2,149,938	0.20%	109

**Source:** School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last ten fiscal years**

**SHREWSBURY TOWNSHIP**

Fiscal Year Ended June 30,	Governmental Activities					Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Compensated Absences Payable	Total District			
2000	\$ 90,277	\$ 1,115	\$ 5,457	\$ 96,849	0.23%	\$	88
2001	119,700	1,229	11,853	132,782	0.28%		121
2002	112,200	712	19,748	132,660	0.28%		121
2003	71,220	1,217	14,467	86,904	0.18%		79
2004	64,505	813	14,553	79,871	0.17%		73
2005	52,560	1,433	12,258	66,251	0.13%		61
2006	42,846	1,026	14,739	58,611	0.11%		54
2007	47,460	1,241	15,049	63,750	0.12%		59
2008	39,893	2,060	14,757	56,710	0.10%		53
2009	30,666	5,005	16,325	51,996	0.09%		49

**Source:** School District Financial Reports

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**RATIO OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**UNAUDITED**

**EATONTOWN BOROUGH**

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Net Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2000	14,045	992,712,373	3,151,355	0.32%	225
2001	14,083	1,009,819,320	2,872,800	0.28%	205
2002	14,102	1,043,352,503	2,692,800	0.26%	191
2003	14,218	1,061,272,075	2,406,101	0.23%	171
2004	14,216	1,063,608,445	2,123,330	0.20%	149
2005	14,255	1,069,828,539	2,042,832	0.19%	143
2006	14,175	2,634,312,382	1,706,399	0.06%	120
2007	14,095	2,490,880,992	1,494,312	0.06%	105
2008	14,195	2,456,688,843	1,212,575	0.05%	86
2009	14,195	2,424,185,216	1,036,357	0.04%	73

**Source:** Data regarding school district population was given by school district officials.

**Note:** Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.  
 \* Assumed same as prior period

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED**

**TINTON FALLS BOROUGH**

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2000	16,732	1,030,725,504	3,206,812	0.31%	213
2001	17,173	1,070,115,243	2,992,500	0.28%	198
2002	17,270	1,107,384,965	2,805,000	0.25%	181
2003	17,356	1,140,791,925	2,837,679	0.25%	183
2004	17,711	1,189,589,422	2,662,165	0.22%	171
2005	19,012	1,245,289,313	2,284,608	0.18%	144
2006	19,958	1,260,895,153	2,145,755	0.17%	125
2007	19,139	1,280,603,288	1,848,228	0.14%	108
2008	19,703	2,922,487,599	1,617,532	0.06%	84
2009	*	3,005,914,119	1,267,977	0.04%	64

**Source:** Data regarding school district population was given by school district officials.

**Note:** Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

\* Assumed same as prior period

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED**

**SHREWSBURY TOWNSHIP**

<u>Fiscal Year Ended June 30,</u>	<u>Estimated School District Population</u>	<u>Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2000	1,101	\$ 27,318,454	\$ 90,277	0.33%	\$ 82
2001	1,102	27,400,258	119,700	0.44%	109
2002	1,103	27,360,576	112,200	0.41%	102
2003	1,104	27,264,596	71,220	0.26%	65
2004	1,102	27,288,601	64,505	0.24%	58
2005	1,094	27,304,436	52,560	0.19%	48
2006	1,085	27,285,461	42,846	0.16%	39
2007	1,075	27,278,537	47,460	0.17%	44
2008	1,068	72,717,014	39,893	0.05%	37
2009	*	72,725,378	30,666	0.04%	29

**Source:** Data regarding school district population was given by school district officials.

**Note:** Assessed valuations were provided by the Abstract of Ratables, County Board of Taxation.

\* Assumed same as prior period

## Exhibit J-12

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
FOR FISCAL YEAR ENDED JUNE 30, 2009  
UNAUDITED**

Net Direct Debt of School District as of June 30, 2009		\$ 2,335,000
Net Overlapping Debt of School District:		
Eatontown Borough (100%)	\$ 10,086,861	
Tinton Falls Borough (100%)	12,300,498	
Shrewsbury Township (100%)	300,997	
County of Monmouth - Township's share (4.63%)	<u>22,687,840</u>	
		<u>45,376,196</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2009		\$ <u>47,711,196</u>

**Source:** Assessed value data to estimate applicable percentages provided by the  
Monmouth County Board of Taxation.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2009									
	Year	Total	Eatontown		Tinton Falls		Shrewsbury		
			Borough		Borough		Township		
	2008	6,035,773,797	2,678,894,372		3,277,610,613		79,268,812		
	2007	5,725,694,206	2,419,254,321		3,226,755,881		79,684,004		
	2006	5,373,571,092	2,368,717,720		2,929,583,421		75,269,951		
	Total	17,135,039,095	7,466,866,413		9,433,949,915		234,222,767		
Average Equalized Valuation of Taxable Property									
		5,711,679,698	2,488,955,471		3,144,649,972		78,074,256		
Debt Limit (3% of Average Equalization Value)									
		171,350,391 *							
		171,350,391							
Fiscal Year Ending June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008
Debt Limit	\$ 61,252,215	\$ 64,771,752	\$ 68,859,170	\$ 74,883,180	\$ 85,521,602	\$ 99,682,438	\$ 102,841,642	\$ 128,387,769	\$ 151,144,521
Legal Debt Limit	6,345,000	5,985,000	5,610,000	5,315,000	4,850,000	4,380,000	3,895,000	3,390,000	2,870,000
Legal Debt Margin	54,907,215	58,786,752	63,249,170	69,568,180	80,671,602	95,302,438	98,946,642	124,997,769	148,274,521
Legal Debt Margin as a Percentage of Debt Limit	10.36%	9.24%	8.15%	7.10%	5.67%	4.39%	3.79%	2.64%	1.90%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of the Treasury, Division of Taxation.

Note: \* Limit set by NJSA 18A:24-19 for a 9 through 12 district; other percent limits would be applicable for other district types.

***DEMOGRAPHIC AND ECONOMIC INFORMATION***



## Exhibit J-14

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

**EATONTOWN BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
1999	3.70%	\$ 38,651	14,008
2000	3.00%	42,648	14,045
2001	3.40%	43,435	14,083
2002	4.90%	42,821	14,102
2003	4.90%	42,965	14,218
2004	4.10%	46,069	14,276
2005	4.00%	47,694	14,255
2006	4.00%	51,437	14,175
2007	3.70%	54,801	14,095
2008	4.70%	54,801	14,195

**Source:** Per Capita Income of County of Monmouth from the U.S. Department of Commerce.  
School District Population from the U.S. Bureau of the Census, Population Division.

## Exhibit J-14a

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

**TINTON FALLS BOROUGH**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
1999	2.90%	\$ 38,651	15,053
2000	2.30%	42,648	16,732
2001	2.60%	43,435	17,173
2002	3.80%	42,821	17,270
2003	3.80%	42,965	17,356
2004	3.20%	46,069	17,711
2005	4.00%	47,694	19,012
2006	4.10%	51,437	18,958
2007	3.70%	54,801	19,139
2008	4.80%	54,801	19,703

**Source:** Per Capita Income of County of Monmouth from the U.S. Department of Commerce.  
School District Population from the U.S. Bureau of the Census, Population Division.

## Exhibit J-14b

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

**SHREWSBURY TOWNSHIP**

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
1999	3.60%	\$ 38,651	1,098
2000	3.00%	42,648	1,101
2001	3.20%	43,435	1,102
2002	4.80%	42,821	1,103
2003	4.80%	42,965	1,104
2004	4.00%	46,069	1,102
2005	7.20%	47,694	1,094
2006	7.20%	51,437	1,085
2007	6.60%	54,801	1,075
2008	8.40%	54,801	1,068

**Source:** Per Capita Income of County of Monmouth from the U.S. Department of Commerce.  
School District Population from the U.S. Bureau of the Census, Population Division.

## Exhibit J-15

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year**

**EATONTOWN BOROUGH**

<u>2009</u>			
<u>Employer</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
CECOM	5,978	N/A	N/A
CPC Behavior Healthcare	435	N/A	N/A
Westward Pharmaceuticals	380	N/A	N/A
L-3 Communications	305	N/A	N/A
J.C. Penny Company, Inc.	300	N/A	N/A
CSC	247	N/A	N/A
Macy's - Store # 52	240	N/A	N/A
Osteotech	238	N/A	N/A
Tyco Telecommunications	200	N/A	N/A
Booz Allen and Hamilton, Inc.	207	N/A	N/A
	<u>8,530</u>		<u>0.00%</u>

**Note:** N/A = Not Available

## Exhibit J-15a

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year**

**TINTON FALLS BOROUGH**

<b>2009</b>			
<b>Employer</b>	<b>Employees</b>	<b>Rank [Optional]</b>	<b>Percentage of Total Municipal Employment</b>
Eatontown		N/A	N/A
Tinton Falls Board of Education	230	N/A	N/A
Monmouth Regional Board of Education	215	N/A	N/A
Tinton Falls Borough	125	N/A	N/A
Patcock Construction	101	N/A	N/A
	<u>671</u>		<u>0.00%</u>

**Note:** N/A = Not Available

## Exhibit J-15b

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year**

**SHREWSBURY TOWNSHIP**

<b>2009</b>			
<b>Employer</b>	<b>Employees</b>	<b>Rank [Optional]</b>	<b>Percentage of Total Municipal Employment</b>
Shrewsbury Township	15	N/A	N/A
	<u>15</u>		<u>0.00%</u>

**Note:** N/A = Not Available

***OPERATING INFORMATION***

Exhibit J-16

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**Full-time Equivalent District Employees by Function/Program,**  
**For the Year Ended June 30, 2009**

<u>Function/Program</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Instruction										
Regular	82	80	80	85	87	89	90	89	89.2	99.5
Special education	19	21	21	26	25	26	26	27	26.2	9.5
Other special education										
Vocational										
Other instruction										
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services										
General administration	24	26	21	20	28	25	25	22	15	15.6
School administrative services	2	2	2	2	2	2	2	2	2	2
Other administrative services	9	8	8	10	10	10	10	9	9.2	7.6
Central services	2	2	2	1	1	1	1	2	2.2	2.2
Administrative Information Technology	21	19	19	22	22	22	22	22	24.5	32
Plant operations and maintenance	4	4	4	3	3	3	3	3.5	3.5	4
Pupil transportation	16	17	17	20	20	21	21	22	15	15
Other support services	16	17	17	20	20	21	21	17	16	15
Special Schools										
Food Service										
Child Care										
<b>Total</b>	<u>195</u>	<u>196</u>	<u>191</u>	<u>209</u>	<u>218</u>	<u>220</u>	<u>221</u>	<u>216</u>	<u>202.8</u>	<u>202.4</u>

Source: District Personnel Records



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
Operating Statistics,  
Last ten fiscal years

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2000	1,027	\$ 16,620,138	\$ 16,183	-2.11%	128	-	-	8	1,056.5	1,018.0	3.50%	96.36%
2001	1,031	17,017,467	16,506	1.99%	130	-	-	7.9	1,015.8	966.2	-3.85%	95.12%
2002	1,062	17,947,716	16,900	2.34%	137	-	-	7.7	986.9	938.4	-2.85%	95.09%
2003	1,113	19,601,466	17,611	4.21%	126	-	-	8.8	1,108.8	1,050.9	12.35%	94.78%
2004	1,152	21,386,689	18,565	5.41%	119	-	-	9.7	1,181.3	1,123.6	6.54%	95.12%
2005	1,185	21,938,669	18,514	-0.28%	112	-	-	10.5	1,206.5	1,148.5	2.13%	95.19%
2006	1,222	23,459,472	19,198	3.69%	115	-	-	10.6	1,197.6	1,173.6	-0.17%	98.00%
2007	1,170	24,569,788	21,000	9.38%	116	-	-	10.1	1,170.4	1,115.4	-2.27%	95.30%
2008	1,173	25,586,611	21,813	3.88%	141.6	-	-	8.3	1,173.2	1,117.0	0.24%	95.21%
2009	1,123	24,417,528	21,743	-0.32%	109	-	-	10.3	1,123.6	1,069.2	-4.22%	95.16%

Source: District records

Note: Enrollment based on annual October district count.

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

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**School Building Information**  
**Last Ten Fiscal Years**

<b>District Building</b>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<b>High School</b>										
Monmouth Regional High School (1959)	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441	192,441
Square Feet	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241	1,241
Capacity (students)	1,027	1,031	1,062	1,113	1,152	1,185	1,190	1,170	1,173	1,123
Enrollment										

Number of Schools at June 30, 2009

Senior High School 1

**Source:** District Facilities Office

October 15, Enrollment data

## Exhibit J-19

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Schedule Of Required Maintenance For School Facilities**  
**Last nine fiscal years**

**UNDISTRIBUTED EXPENDITURES - REQUIRED  
MAINTENANCE FOR SCHOOL FACILITIES**

	<b>*School Facilities</b>	<b>Monmouth Regional High School</b>
2001		\$ 192,239
2002		353,653
2003		408,060
2004		440,792
2005		467,834
2006		528,495
2007		661,992
2008		725,519
2009		682,255
Total School Facilities		\$ 4,460,839

**Note:** \*School Facilities as Defined Under EFCFA.  
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

## Exhibit J-20

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT**  
**INSURANCE SCHEDULE**  
**June 30, 2009**  
**UNAUDITED**

<u>Type of Policy</u>	<u>Coverage</u>	<u>Deductible</u>
School Package Policy-Utica National Insurance Company		
Commercial Property	\$ 44,898,435	\$ 1,000
General Liability	3,000,000	-
Inland Marine Coverage	1,597,666	500
Crime Coverage	100,000	-
Automobile	1,000,000	-
School Leaders Errors and Omissions Policy - NJSBAIG	5,000,000	5,000
Commerical Umbrella Liability - Utica National Insurance Company	10,000,000	10,000
Workers' Compensation - MOCSSIF/NJSBAIG Fund	2,000,000	-
Public Officials Faithful Performance Bonds - Selective Insurance		
Business Administrator	300,000	-
Treasurer of School Monies	300,000	-

**Source:** District records.

***SINGLE AUDIT SECTION***

## CANNONE AND COMPANY, P.A.

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## MEMBER:

American Society of Certified Public Accountants

New Jersey Society of Certified Public Accountants

K-1

**REPORT ON COMPLIANCE AND 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  
Monmouth Regional High School District  
County of Monmouth  
Tinton Falls, New Jersey

We have audited the general-purpose financial statements of the Board of Education of the Monmouth Regional High School District, in the County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 2009, and have issued our report thereon dated October 31, 2009. We conducted our audit in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Monmouth Regional High School District Board of Education's general-purpose 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 general-purpose 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. However, we noted certain matters that we have reported to the Monmouth Regional High School District Board of Education in the separate *Auditors' Management Report on Administrative Findings – Financial, Compliance and Performance* dated October 31, 2009.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Monmouth Regional High School District Board of Education's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general-purpose financial statements and not to provide an opinion on the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Monmouth Regional High School District Board of Education's internal control over financial reporting.

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

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

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

This report is intended for the information of the management of the Monmouth Regional High School District Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone  
Licensed Public School Accountant  
No. CS-02103  
Cannone & Company, CPAs

October 31, 2009

CANNONE AND COMPANY, P.A.  
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 New Jersey Society of Certified Public Accountants

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 04-04**

The Honorable President and  
 Members of the Board of Education  
 Monmouth Regional High School District  
 County of Monmouth  
 Tinton Falls, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Monmouth Regional High School District, in the County of Monmouth, 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, 2009. The Monmouth Regional High School District Board of Education's major 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 state programs is the responsibility of the Monmouth Regional High School District Board of Education's management. Our responsibility is to express an opinion on the Monmouth Regional High School Board of Education's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey; OMB Circular A-133 *Audits of States, Local Governments, and Non-Profit Organizations*, and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether



noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Monmouth Regional High School District Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Monmouth Regional High School District Board of Education's compliance with those requirements.

In our opinion, the Monmouth Regional High School District Board of Education, in the County of Monmouth, State of New Jersey, complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the fiscal year ended June 30, 2009.

#### Internal Control Over Compliance

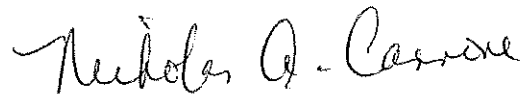
The management of the Monmouth Regional High School District Board of Education is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal and state programs. In planning and performing our audit, we considered the Monmouth Regional High School District Board of Education's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over 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 Monmouth Regional High School District Board of Education's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or state program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

This report is intended solely for the information of the management of the Monmouth Regional High School Board of Education, the New Jersey State Department of Education (cognizant audit agency), other state and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink, reading "Nicholas A. Cannone". The signature is written in a cursive style with a large, stylized 'N' and 'C'.

Nicholas A. Cannone  
Licensed Public School Accountant  
No. CS-02103  
Cannone & Company, CPAs

October 31, 2009

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor/ Pass-through Grantor Program Title	Federal CFDA Number	Grant Period	Grant Amount	Balance at June 30, 2008	Prior Year Accounts Payable/ Receivable Amount	Carryover Amount	Deferred Revenue	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Deferred Revenue	Balance at 06/30/2009 (Accounts Receivable)	Due to Grantor
Department of Education Pass-through State Department Education: Special Aid P.L. 81-874	84.041	07/01/06-06/30/09	\$ 618,070	\$ 0	\$ 0	\$ 0	\$ 0	\$ 618,070	\$ (618,070)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
U.S. Dept. of Education - General Fund														
Department of Agriculture Pass-through State Department Education: Enterprise Fund:														
Food Distribution Program	10.550	07/01/07-06/30/08	\$ 13,455	\$ 2,670	\$ 0	\$ 0	\$ 0	\$ 9,377	\$ (2,670)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Food Distribution Program	10.550	07/01/07-06/30/08	9,377	(2,159)				2,159	(9,377)					
National School Lunch Program	10.555	07/01/07-06/30/08	61,934					56,318	(66,900)				(10,582)	
National School Lunch Program	10.555	07/01/08-06/30/09	66,900											
U.S. Department of Agriculture Pass-through State Department Education: Social Revenue Fund:														
LB Title I	84.010A	09/01/08-08/31/09	37,430					25,378	(35,889)				(10,511)	
LB Title I	84.010A	09/01/07-08/31/08	64,548	20,209					(807)					
LB Title I	84.010A	09/01/08-08/31/07	51,479	13,059										
LB Title I, SIA	84.010A	09/01/08-08/31/09	9,032					0	0				0	
LB Title I, SIA	84.010A	09/01/07-08/31/08	10,955	(2,621)				10,955	(2,230)			6,104		
LB Title I, SIA	84.010A	09/01/08-08/31/07	4,817					18,750	(3,583)					
LB Title II - Part A	84.367A	09/01/08-08/31/09	33,009						(25,360)				(6,610)	
LB Title II - Part A	84.367A	09/01/07-08/31/08	31,952	1,043					(1,043)					
LB Title II - Part C	84.318X	09/01/08-08/31/09	727					0	0					
LB Title II - Part D	84.318X	09/01/07-08/31/08	578	228										
LB Title III	84.365A	09/01/08-08/31/09	3,287					3,128	(3,287)				(159)	
LB Title III	84.365A	09/01/07-08/31/08	3,738	103										103
LB Title IV	84.287C	09/01/08-08/31/09	2,767					13	(119)				(166)	
LB Title IV	84.287C	09/01/07-08/31/08	3,130	250					(250)					
LB Title V	84.299A	09/01/07-08/31/08	1,398	108										
LB Title V	84.027	09/01/08-08/31/09	281,575					192,702	(254,031)				(61,330)	
E.A. Part B, Basic, Summer	84.027	09/01/07-08/31/08	274,975	13,534					(13,534)					
U.S. Dept. of Ed. - Special Revenue Fund														
Department of Education Pass-through State Department Education: Federal Financial Assistance														
				\$ 53,361	\$ (2,621)	\$ 0	\$ 0	\$ 250,926	\$ (340,133)	\$ 0	\$ (34,041)	\$ 5,104	\$ (78,716)	\$ 103
				\$ 53,872	\$ (2,621)	\$ 0	\$ 0	\$ 938,950	\$ (1,037,150)	\$ 0	\$ (34,041)	\$ 6,104	\$ (89,298)	\$ 103

See accompanying notes to schedules of financial assistance.

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2008		Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Repayment of Prior Year's Balances	Balance at June 30, 2009		Memo
				Deferred Revenue (Accounts Receivable)	Due to Grantor					GAAP Budgetary Deferred Revenue	Budgetary (Accounts Receivable)	
Department of Education												
Federal Fund:												
Curriculum Standards Aid	08-495-034-5120-022	7/1/07-6/30/08	\$ 914,959	\$ (44,083)	\$	\$	\$ 44,083	\$ (501,292)	\$	\$	\$	\$ 914,959
Sportation Aid	09-495-034-5120-014	7/1/08-6/30/09	501,292				451,183					501,292
Sportation Aid	08-495-034-5120-014	7/1/07-6/30/08	558,167	(25,905)			28,905					558,167
Special Education Aid	08-495-034-5120-011	7/1/07-6/30/08	637,127				595,818	(637,127)				637,127
Special Education Aid	08-495-034-5120-011	7/1/07-6/30/08	674,233	(32,499)			32,499					32,499
Special Education Aid	08-495-034-5120-008	7/1/07-6/30/08	9,380	(459)			459					9,380
Special Education Aid	08-495-034-5120-078	7/1/07-6/30/08	1,588,289				1,429,460	(1,588,289)				1,588,289
Special Education Aid	08-495-034-5120-030	7/1/07-6/30/08	1,720,160	(82,886)			82,886					1,720,160
Special Education Aid	08-495-034-5120-057	7/1/07-6/30/08	207,073	(9,977)			9,977					207,073
Special Education Aid	08-495-034-5120-058	7/1/07-6/30/08	247,353	(11,919)			11,919					247,353
Special Education Aid	08-495-034-5120-077	7/1/08-6/30/09	60,264				54,230	(60,264)				60,264
Special Education Aid	08-495-034-5120-085	7/1/08-6/30/09	1,621,940				1,466,595	(1,621,940)				1,621,940
Special Education Aid	09-495-034-5120-084	7/1/08-6/30/09	108,099				97,289	(108,099)				108,099
Special Education Costs Aid	09-100-034-5120-473	7/1/07-6/30/08	24,224	(52,833)			52,833	(24,224)				24,224
Special Education Costs Aid	08-100-034-5120-473	7/1/07-6/30/08	52,833				11,175	(21,574)				52,833
Special Education Costs Aid	08-100-034-5120-068	7/1/07-6/30/08	21,574	(11,175)			32,551	(32,551)				21,574
Special Education Costs Aid	08-100-034-5120-068	7/1/07-6/30/08	11,175				620,994	(620,994)				11,175
Special Education Costs Aid	08-100-034-5120-068	7/1/07-6/30/08	32,551				702,205	(702,205)				32,551
Special Education Costs Aid	09-495-034-5095-005	7/1/08-6/30/09	620,994									620,994
Special Education Costs Aid	09-495-034-5095-001	7/1/08-6/30/09										
Special Education Costs Aid	09-495-034-5095-002	7/1/08-6/30/09	702,205									702,205
Special Education Costs Aid	09-495-034-5095-002	7/1/08-6/30/09	702,205									702,205
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08	725,952	(35,718)			35,718					725,952
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08		(308,454)			\$ 5,748,759	\$ (3,918,559)	\$	\$	\$	\$ 5,748,759
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs Aid	09-495-034-5095-002	7/1/07-6/30/08										
Special Education Costs												

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MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE  
 JUNE 30, 2009

NOTE 1. GENERAL

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, Monmouth Regional High School District. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies is included on the schedule of federal financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the modified accrual basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 to the Board's general purpose financial statements.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The net adjustment to reconcile from the budgetary basis to the GAAP basis for the General Fund is \$(223,728) and for the Special Revenue Fund is \$1,341. Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 618,070	\$ 5,695,231	\$ 6,313,301
Special Revenue Fund	333,507	32,589	366,096
Debt Service	-	71,342	71,342
Food Service	<u>76,276</u>	<u>4,095</u>	<u>80,371</u>
Total Financial Assistance	<u>\$ 1,027,853</u>	<u>\$ 5,803,257</u>	<u>\$ 6,831,110</u>

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MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE  
JUNE 30, 2009

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2009. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2009.

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Section I - Summary of Auditor's Results

**Financial Statements**

Type of auditor's report issued: Unqualified, dated  
October 31, 2009

Internal control over financial reporting:

1. Material weakness(es) identified?        yes ✓ no
2. Significant Deficiencies identified that are not  
considered to be material weaknesses?        yes ✓ none reported

Noncompliance material to general-purpose financial  
statements noted?        yes ✓ no

**Federal Awards and State Financial Assistance**

Internal control over major programs:

1. Material weakness(es) identified?        yes ✓ no
2. Significant Deficiencies identified that are not  
considered to be material weaknesses?        yes ✓ none reported

Type of auditor's report issued on compliance for major programs: Unqualified, dated  
October 31, 2009

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

Any audit findings disclosed that are required to be reported  
in accordance with NJOMB Circular Letter 04-04?        yes ✓ no

MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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

**Federal Awards and State Financial Assistance (Continued)**

Dollar threshold used to distinguish between  
type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?

☒ yes    ☐ no

Identification of major programs:

Name of State Program or Cluster

Federal Awards:

CFDA Number

84.041

Impact Aid P.L.81-874

State Financial Assistance:

State Grant Number

09-495-034-5120-014

09-495-034-5120-11

09-495-034-5095-002

09-495-034-5120-078

09-495-034-5120-085

Transportation Aid

Special Education Aid

Reimbursed TPAF Social Security  
Contributions

Equalization Aid

Adjustment Aid



**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF UNION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

**Section II - Schedule of Financial Statement Findings**

No matters were noted that are required to be reported.

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**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

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

No federal or state award findings or questioned costs were noted that are required to be reported in accordance with OMB Circular A-133 or NJ OMB 98-07.

**MONMOUTH REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
COUNTY OF MONMOUTH  
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

Follow-up on Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations.

Not Applicable