

**LYNDHURST SCHOOL DISTRICT
County of Bergen, New Jersey**

**Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2013
(With Independent Auditors' Reports Thereon)**

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COMPREHENSIVE ANNUAL FINANCIAL REPORT
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LYNDHURST SCHOOL DISTRICT

Comprehensive Annual Financial Report

Introductory Section

LYNDHURST BOARD OF EDUCATION

420 Fern Avenue

LYNDHURST, NEW JERSEY 07071

December 5, 2013

Honorable President and Members of the Board of Education
Lyndhurst School District, County of Bergen, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Lyndhurst School District for the fiscal year ended June 30, 2013, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Lyndhurst Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the district. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

1. REPORTING ENTITY AND ITS SERVICES: The Lyndhurst School District is an independent reporting entity as set forth in Section 2100 of the *GASB Codification of Governmental Accounting and Financial Reporting Standards*. All funds and account groups of the District are included in this report. The Lyndhurst Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular as well as special education for handicapped students.

LYNDHURST BOARD OF EDUCATION

420 Fern Avenue

LYNDHURST, NEW JERSEY 07071

2. ECONOMIC CONDITION AND OUTLOOK: The Lyndhurst area is substantially developed which both residential and industrial taxpayers. The situation is expected to continue, which suggests that its tax base will remain stable.

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

As a recipient of federal awards and state financial assistance, the District also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. Internal control is also subject to periodic evaluation by the District management. Each month a printout is given of all funds available, expenditures against those funds and the balance available to spend.

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2013.

LYNDHURST BOARD OF EDUCATION

420 Fern Avenue

LYNDHURST, NEW JERSEY 07071

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

6. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the act.

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

8. OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Di Maria & Di Maria LLP, was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the 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.

LYNDHURST BOARD OF EDUCATION

420 Fern Avenue

LYNDHURST, NEW JERSEY 07071

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

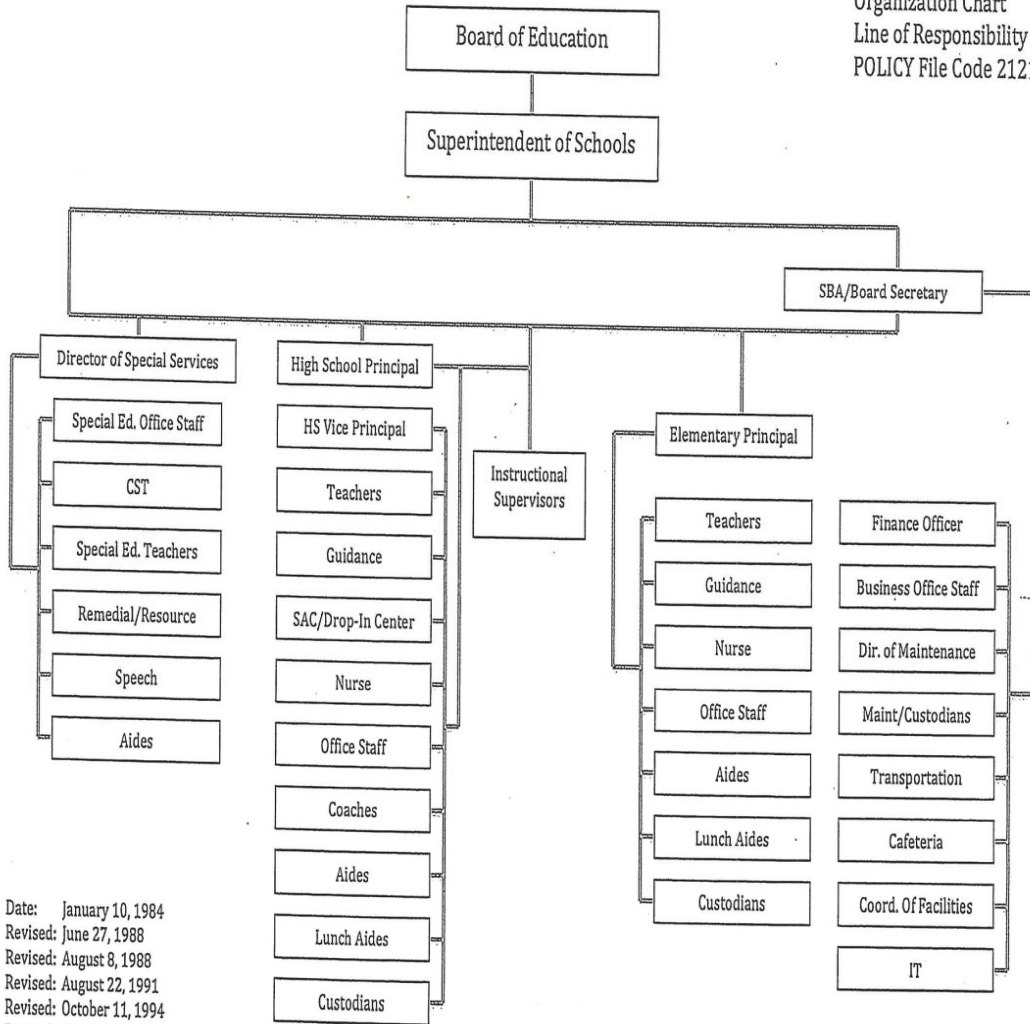
Respectfully submitted,

David DiPisa
School Business Administrator

Valerie Troncone
Finance Manager

**LYNDHURST SCHOOL DISTRICT
ORGANIZATIONAL CHART**

Organization Chart
Line of Responsibility
POLICY File Code 2121



Date: January 10, 1984
 Revised: June 27, 1988
 Revised: August 8, 1988
 Revised: August 22, 1991
 Revised: October 11, 1994
 Revised: August 14, 1995
 Revised: October 19, 1999
 Revised: January 18, 2000
 Revised: February 26, 2003
 Revised: September 19, 2007
 Revised: February 9, 2009
 Revised: September 20, 2010
 Revised: May 6, 2013

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**LYNDHURST SCHOOL DISTRICT
ROSTER OF OFFICIALS**

<u>Board of Education</u>	<u>Term Expires</u>
Ronald Grillo - President	2016
James Cunniff - Vice President	2013
Sheri Jarvis	2016
Thomas DiMascio	2016
James Hooper	2013
Josephine Malaniak	2014
Christine Melleno	2013
Christopher Musto	2014
Stephen Vendola	2014

Other Officials

Dr. Tracey Marinelli, Superintendent

David DiPisa, Business Administrator/Board Secretary

Valerie Troncone, Finance Manager

**LYNDHURST SCHOOL DISTRICT
CONSULTANTS, INDEPENDENT AUDITOR AND ADVISORS**

Independent Audit Firm
Di Maria & Di Maria, LLP
245 Union Street
Lodi, New Jersey 07644

Attorney
Wells, Jaworski, & Liebman, LLC
Paramus, New Jersey 07653

Official Depository
Capital One Bank

LYNDHURST SCHOOL DISTRICT
Comprehensive Annual Financial Report
Financial Section

245 Union Street
Lodi, New Jersey 07644
Voice 973.779.6890
Facsimile 973.779.6891

Independent Auditors' Report

The Honorable President and Members of the Board of Education
Lyndhurst School District County of Bergen, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Lyndhurst School District, in the County of Bergen, State of New Jersey, as of and for the fiscal year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Independent Auditors' Report (Continued)
Auditor's Responsibility (Continued)

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lyndhurst Board of Education, State of New Jersey, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Independent Auditors' Report (Continued)
Other Matters (Continued)

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lyndhurst District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of state financial assistance as required by NJ OMB 04-04, and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, combining statements, and individual nonmajor fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of state financial assistance as required by NJ OMB 04-04, and statistical information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the schedule of state financial assistance as required by NJ OMB 04-04 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Independent Auditors' Report (Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2013 on our consideration of the Lyndhurst School District's internal control over financial reporting and on 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Lyndhurst School District's internal control over financial reporting and compliance.

DI MARIA & DI MARIA LLP
Accountants and Consultants

Frank Di Maria

Frank Di Maria
Licensed Public School Accountant
PSA No. CS 01168

December 5, 2013

REQUIRED SUPPLEMENTARY INFORMATION - PART I

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

This section of the Lyndhurst Board of Education's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2013. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follows this section.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2012-2013 fiscal year include the following:

The position of the Lyndhurst Board of Education exceeded its liabilities at the close of the fiscal year by \$17,299,750 (net position).

The District's total net position increased \$694,090.

Overall district revenues were \$ 40,916,375. General revenues accounted for \$ 34,156,207 or 83% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$ 6,760,168 or 17% of total revenues.

Overall district expenses were \$ 40,222,285. Governmental activities accounted for \$ 39,519,407 or 98% of all expenses. Business-type activities accounted for \$ 702,878 or 2% of all expenses.

The school district had \$ 39,519,407 in expenses for governmental activities; only \$ 6,334,844 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes, unrestricted State aid and capital asset adjustments) of \$ 34,156,207 were adequate to provide for these programs.

As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$498,743 a decrease of \$356,180 when compared to the previous year ending fund balance at June 30, 2012 of \$854,923.

The General Fund unreserved undesignated fund balance at June 30, 2013 was \$433,525 a decrease of \$207,186 when compared with the ending unreserved undesignated fund balance at June 30, 2012 of \$640,711.

The General Fund unreserved, undesignated budgetary fund balance at June 30, 2013 was \$568,392 which represents a decrease of \$188,200 when compared to the ending fund balance at June 30, 2012 of \$756,592.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts - *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and an optional section that presents *combining statements for special revenue, proprietary, and fiduciary funds*. The basic financial statements include two kinds of statements that present different views of the District:

The first two statements are *government wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.

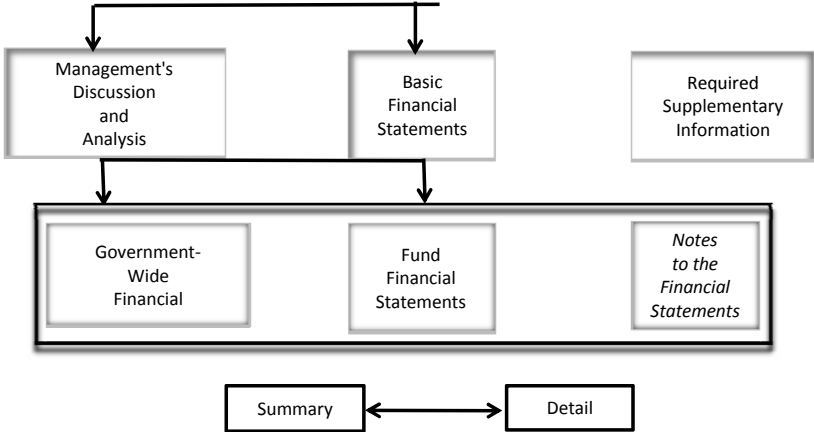
The remaining statements are *fund financial statements* that focus on individual parts of the District's government, reporting the District's operations in *more detail* than the government-wide statements.

The *governmental funds statements* tell how *general government* services like instruction were financed in the *short term* as well as what remains for future spending.

Proprietary fund statements offer *short-term and long-term* financial information about the activities the district operated like businesses, such as the food service program.

Fiduciary fund statements provide information about the financial relationships in which the District acts solely as a *trustee* or *agent* for the benefit of others to whom the resources belong.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. The following illustration shows how the various parts of this annual report are arranged and related to one another.



**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY**

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

The following table summarizes the major features of the District's financial statements, including the portion of the District's government 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.

Major Features of the 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 food service and student activities.	Activities the district operates similar to private businesses: Enterprise Fund	Instances in which the district administers resources held in trust, such as Unemployment, Payroll Agency and Student Activities
Required financial statements	Statements of net position, Statement of activities	Balance Sheet Statement of Revenues, Expenditures and changes in fund balances	Statement of Net Position Statement of revenue, expenses, and changes in fund net position Statement of cash flows	Statement of Fiduciary net position Statement of changes in fiduciary net position
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 asset/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
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 revenues and expenses during the year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's *net position* and how they have changed. Net position - the difference between the District's assets and liabilities - is one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

To assess the overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements the District's activities are shown in two categories:

Governmental activities - Most of the District's basic services are included here, such as regular and special education instruction, transportation, administration and plant operations and maintenance. Property taxes and state aids finance most of these activities.

Business type activities - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the District charges fees to customers to help it cover the costs of certain services it provides. The District's Food Service Fund is included under this category.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

Fund financial statements

The fund financial statements provide more detailed information about the District's most significant *funds* - not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending for particular purposes:

Some funds are required by State law and bond covenants.

The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

The District has three kinds of funds:

1. *Governmental funds* - Most of the District's basic services are included in governmental funds, which generally focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.

2. *Proprietary funds* - Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long and short term financial information. In fact, the District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities, but provide more detail and additional information such as cash flows. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges. The District currently has the following enterprise funds: Food Service (Cafeteria)

3. *Fiduciary funds* - The District is the trustee, or *fiduciary*, for assets that - because of a trust arrangement - can be used only for the trust beneficiaries. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the government-wide financial statements because the District cannot use these assets to finance its operations.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$ 17,299,750 as of June 30, 2013 and \$ 16,605,660 as of June 30, 2012.

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

**Net Position
As of June 30, 2013 and 2012**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Current Assets	\$ 1,366,957	\$ 1,228,543	\$ 42,546	\$ 38,174	\$ 1,409,503	\$ 1,266,717
Capital Assets	23,212,284	22,767,883	-	-	23,212,284	22,767,883
Total Assets	24,579,241	23,996,426	42,546	38,174	24,621,787	24,034,600
Long-Term Liabilities	5,931,609	6,585,032	-	-	5,931,609	6,585,032
Other Liabilities	1,363,214	813,620	27,214	30,288	1,390,428	843,908
Total Liabilities	7,294,823	7,398,652	\$ 27,214	\$ 30,288	7,322,037	7,428,940
Net Position						
Invested in capital assets, net of related debt	19,822,284	19,077,883	-	-	19,822,284	19,077,883
Restricted	65,218	214,212	-	-	65,218	214,212
Unrestricted (Deficit)	(2,603,084)	(2,694,321)	15,332	7,886	(2,587,752)	(2,686,435)
Total Net Position	\$ 17,284,418	\$ 16,597,774	\$ 15,332	\$ 7,886	\$ 17,299,750	\$ 16,605,660

A small portion of the District's Net Assets, less than one percent, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets is in a deficit position and is a result of how the district expenses its long-term liabilities for governmental activities such as compensated absences and claims and judgments on the government-wide financial statements. These long-term liabilities are recorded and expensed for governmental activities at the time the liabilities are incurred regardless of when payment is due. However, the revenue for these long-term liabilities of governmental activities is not raised until these liabilities are included in the District budget when compensated absences and claims and judgments for governmental activities are due and payable.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY**

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

**Change in Net Position
For The Years Ended June 30, 2013 and 2012**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Revenues						
Program Revenues						
Charges for Services	\$ -	\$ -	\$ 197,948	\$ 211,839	\$ 197,948	\$ 211,839
Operating Grants and Contributions	6,334,844	5,456,695	227,376	210,014	6,562,220	5,666,709
Capital Grants and Contributions	-	-	-	-	-	-
General Revenues						
Property Taxes	32,976,035	32,684,721	-	-	32,976,035	32,684,721
State and Federal Aid	381,161	260,295	-	-	381,161	260,295
Other	147,309	172,353	-	-	147,309	172,353
Capital Asset Adjustments	651,702	-	-	-	651,702	-
Transfers	(285,000)	(275,000)	285,000	275,000	-	-
Total Revenues	40,206,051	38,299,064	710,324	696,853	40,916,375	38,995,917
Expenses						
Instruction						
Regular	11,251,065	10,850,650	-	-	11,251,065	10,850,650
Special Education	3,068,156	3,041,577	-	-	3,068,156	3,041,577
Basic Skills/Remedial	411,454	526,616	-	-	411,454	526,616
Bilingual	137,768	114,718	-	-	137,768	114,718
School Sponsored Activities & Athletics	714,817	692,043	-	-	714,817	692,043
Alternative Education Program	500	-	-	-	500	-
Undistributed Expenditures						
Instruction	3,084,816	3,072,615	-	-	3,084,816	3,072,615
Attendance and Social Work	63,316	86,298	-	-	63,316	86,298
Health Services	474,743	553,887	-	-	474,743	553,887
Students Related Services	580,463	588,084	-	-	580,463	588,084
Speech, OT, PT, Related Services	3,707	15,756	-	-	3,707	15,756
Guidance	613,607	716,975	-	-	613,607	716,975
Child Study Team	638,418	649,348	-	-	638,418	649,348
Improvement of Instructional Services	923,249	838,522	-	-	923,249	838,522
Educational Media Services/School Library	2,516	118,927	-	-	2,516	118,927
Instructional Staff Training Services	3,347	44,530	-	-	3,347	44,530
General Administration	977,981	1,014,482	-	-	977,981	1,014,482
School Administration	1,811,058	1,611,203	-	-	1,811,058	1,611,203
Central Services	579,310	628,389	-	-	579,310	628,389
Required Maintenance for School Facilities	1,186,371	737,504	-	-	1,186,371	737,504
Custodial Services	1,600,385	1,826,736	-	-	1,600,385	1,826,736
Care & Upkeep of Grounds	77,987	54,083	-	-	77,987	54,083
Security	35,850	34,934	-	-	35,850	34,934
Student Transportation	776,810	663,149	-	-	776,810	663,149
Unallocated Employee Benefits	6,107,106	6,107,637	-	-	6,107,106	6,107,637
TPAF Pension	2,196,063	1,473,058	-	-	2,196,063	1,473,058
TPAF Social Security	1,141,939	1,211,608	-	-	1,141,939	1,211,608
Capital Outlay						
Interest Deposit to Capital Reserve	-	-	-	-	-	-
Equipment	110,651	193,000	-	-	110,651	193,000
Facilities Acquisition and Construction Services	617,331	169,719	-	-	617,331	169,719
Charter Schools	111,805	55,086	-	-	111,805	55,086
Debt Service						
Interest on Early Retirement Bonds	51,578	58,058	-	-	51,578	58,058
Interest on Bonds	165,240	179,040	-	-	165,240	179,040
Food Services	-	-	702,878	689,129	702,878	689,129
Before/After Child Care	-	-	-	34,954	-	34,954
Total Expenses	39,519,407	37,928,232	702,878	724,083	40,222,285	38,652,315

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY**

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

Change in Net Position	686,644	370,832	7,446	(27,230)	694,090	343,602
Net Position, Beginning of Year	16,597,774	16,226,942	7,886	35,116	16,605,660	16,262,058
Net Position, End of Year	<u>\$ 17,284,418</u>	<u>\$ 16,597,774</u>	<u>\$ 15,332</u>	<u>\$ 7,886</u>	<u>\$ 17,299,750</u>	<u>\$ 16,605,660</u>

Governmental Activities - The District's total governmental activities' revenues, which includes State and Federal grants, were \$39,839,349 and \$38,574,064 for the years ended June 30, 2013 and June 30, 2012, respectively. Property taxes of \$32,976,035 and \$32,684,721 represented 83% and 85% of the revenues for the fiscal years ended June 30, 2013 and 2012, respectively. Another significant portion of revenues came from state aid; total state, federal and local aid and grants was \$6,716,005 and \$5,716,990 which represented 17% and 15% of the revenues for the fiscal years ended June 30, 2013 and 2012, respectively. State, federal and local aid and grants are reported as operating and capital grants and contributions if specific to a program or as general revenues if not specific to a program. In addition, other miscellaneous income is earned which includes items such as interest, prior year refunds and other miscellaneous items.

The total cost of all governmental activities programs and services were \$40,195,529 and \$38,505,206 for the years ended June 30, 2013 and 2012. The District's expenses are predominantly related to educating and caring for students. Instruction totaled \$15,583,760 and \$15,225,604 (39% and 40%) of total expenditures for the fiscal years ended June 30, 2013 and 2012, respectively. Support services, totaled \$24,611,769 and \$23,279,602 (61% and 60%) of total expenditures.

Business-Type-Activities - The District's total business-type activities revenues were \$425,324 and \$421,853 for the years ended June 30, 2013 and June 30, 2012. Charges for services accounted for 47% and 50% of total revenues and operating grants and contributions accounted for 53% and 50% of total revenue for the years ended June 30, 2013 and 2012. There were no capital grants received for years ended June 30, 2013 or 2012.

The total cost of all business-type activities programs and services were \$702,878 and \$724,083 for the years ended June 30, 2013 and 2012. The District's expenses are related to Food Service programs provided to all students, teachers and administrators within the District and Before/After School Care expenses.

The business-type activities revenues (including transfers) for the year ended June 30, 2013 surpassed expenses, increasing net position by \$7,446 above the previous year from \$7,886 at June 30, 2012 to \$15,332 at June 30, 2013. The cost of business-type activities this year was \$702,878, a decrease of \$21,205 (3%) from the previous year mainly due to the discontinuance of the Before/After School Care program.

Some of the cost was paid by users of the Districts food service program for a total of \$197,948, a decrease of \$13,891 (7%) from the previous year.

The Federal and State governments subsidized the food service program with grants and contributions of \$227,376, an increase of \$17,362 (8%).

The net decreases in expenses reflected the increased cost of sales (i.e., food and supply costs) associated with higher food prices net of the reduction of costs of the Before and After school care program due to its discontinuation in FY2012.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

Governmental Funds

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of \$498,743 for the year ended June 30, 2013 compared to a fund balance of \$854,923 for the year ended June 30, 2012, a decrease in the balance of \$356,180 for the year.

Revenues for the District's governmental funds were \$39,839,349 and \$38,574,064, while total expenses were \$ 40,195,529 and \$38,505,206 for the fiscal years ended June 30, 2013 and 2012, respectively.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY**

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

General Fund - The General Fund is the chief operating fund of the District and includes the primary operations in the providing educational services to students from pre-kindergarten through grade 12 including pupil transportation activities and capital outlay projects.

The following schedule presents a comparison of General Fund Revenues for the fiscal years ended June 30, 2013 and 2012:

	June 30,		Amount of Increase (Decrease)	Percent Increase (Decrease)
	<u>2013</u>	<u>2012</u>		
Local Sources				
Property Tax Levy	\$ 32,319,217	\$ 32,012,623	\$ 306,594	1%
Miscellaneous	147,309	172,353	(25,044)	-15%
State Sources	5,518,698	4,531,276	987,422	22%
Federal Sources	64,751	37,771	26,980	71%
Total General Fund Revenues	<u>\$ 38,049,975</u>	<u>\$ 36,754,023</u>	<u>\$ 1,295,952</u>	4%

Local property taxes increased by \$306,594 or 1% over the previous year. State aid revenues increased \$987,422, or 22%, predominantly attributable to a change in the State funding formula and adjustments made to aid during the year.

The following schedule presents a comparison of General Fund expenditures for the fiscal years ended June 30, 2013 and 2012:

	June 30,		Amount of Increase (Decrease)	Percent Increase (Decrease)
	<u>2013</u>	<u>2012</u>		
Instruction	\$ 14,451,204	\$ 14,077,661	\$ 373,543	3%
Support Services	23,037,465	22,089,699	947,766	4%
Debt Services	-	-	-	N/A
Charter Schools	111,805	55,086	56,719	100%
Capital Outlay	520,681	187,719	332,962	177%
Total Expenditures	<u>\$ 38,121,155</u>	<u>\$ 36,410,165</u>	<u>\$ 1,710,990</u>	5%

Total General Fund expenditures increased \$1,710,990 or 5% from the previous year. The increase can be attribute to contractual increases in salaries and wages, health benefits and special education tuition costs.

Special Revenue Fund - The Special Revenue Fund includes all restricted Federal, State and Local sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were \$1,132,556 and \$1,147,943 for the years ended June 30, 2013 and 2012. Federal sources accounted for the majority of Special Revenue Fund's revenue which represented 85% and 85% of the total revenues for the years ended June 30, 2013 and 2012.

Total Special Revenue Fund revenues decreased \$15,387 or 1% from the previous year. State sources increased \$777 or .01% and Federal sources decreased by \$16,164 or 2%.

Expenditures of the Special Revenue Fund were \$1,132,556 and \$1,147,943 for the fiscal years ended June 30, 2013 and 2012. Instructional expenditures were \$1,132,556 and \$1,147,943 or 100% and 100% and expenditures for the support services were \$ 0 and \$ 0 or 0% and 0% of the total amounts expended for the years ended June 30, 2013 and 2012, respectively.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared according to New Jersey Department of Education guidelines, and is based on accounting for certain transactions on the budgetary basis and encumbrance accounting. The most significant mandated revenue recognition of certain deferred state aid payments for budgetary purposes only. The most significant budgetary fund is the General Fund.

Over the course of the year, the District revised the annual operating budget several times through appropriation transfers between budget line items.

Implementing budgets for specially funded projects, which include both Federal and State grants.

Reinstating prior year purchase orders being carried over as encumbrances.

Increases in appropriations for significant unbudgeted costs.

General Fund budgetary revenues did not exceed General Fund budgetary and other financing uses decreasing budgetary fund balance \$337,194 from the previous year. After deducting statutory reserves and designations, the unreserved/undesignated budgetary fund balance decreased \$188,200 from a \$756,592 balance at June 30, 2012 to a \$568,392 fund balance at June 30, 2013.

CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2013 and 2012 amounted to \$23,212,284 and \$22,767,883 (net of accumulated depreciation). The capital assets consist of land, land improvements, buildings, building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for fiscal years 2012-2013 and 2011-2012 amounted to \$207,301 and \$175,000 for governmental activities and \$ 0 and \$ 0 for business-type activities.

Capital Assets at June 30, 2013 and 2012
(Net of Accumulated Depreciation)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Land and Land Improvements	\$ 9,342,900	\$ 9,342,900	\$ -	\$ -	\$ 9,342,900	\$ 9,342,900
Building and Building Improvements	13,120,664	13,220,664	-	-	13,120,664	13,220,664
Machinery and Equipment	748,720	204,319	-	-	748,720	204,319
Construction in Progress	-	-	-	-	-	-
Total Net Assets	\$ 23,212,284	\$ 22,767,883	\$ -	\$ -	\$ 23,212,284	\$ 22,767,883

Additional information on the District's capital assets is presented in Note 3 of this report.

LONG TERM LIABILITIES

At June 30, 2013 and 2012, the District's long-term liabilities consisted of bonds payable of \$4,235,000 and \$4,675,000, and compensated absences payable of \$ 2,191,609 and \$2,350,032, respectively.

Additional information on the District's long term liabilities is presented in Note 5 of this report.

**LYNDHURST BOARD OF EDUCATION
LYNDHURST, NEW JERSEY
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

While many factors influence the District's future, the availability of State funding, special education needs, capital improvements and the economy will have the most impact on educational and fiscal decisions in the future.

Many factors were considered by the District's administration during the process of developing the fiscal year 2013 - 2014 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing salary and related benefit costs, and increased special education tuition costs.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the School Business Administrator, Lyndhurst Board of Education.

SECTION "A" - DISTRICT WIDE FINANCIAL STATEMENTS

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2013**

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash	\$ 1,062,491	\$ 24,865	\$ 1,087,356
Receivables, (Net)	304,466	17,681	322,147
Capital Assets, (Net)	23,212,284	-	23,212,284
Total Assets	\$ 24,579,241	\$ 42,546	\$ 24,621,787
<u>LIABILITIES</u>			
Accounts Payable	\$ 868,214	\$ 27,214	\$ 895,428
Non-Current Liabilities:			
Due Within One Year	495,000	-	495,000
Due Beyond One Year	5,931,609	-	5,931,609
Total liabilities	\$ 7,294,823	\$ 27,214	\$ 7,322,037
<u>NET POSITION</u>			
Invested in Capital Assets, Net of Related Debt	\$ 19,822,284	\$ -	\$ 19,822,284
Restricted for:			
Other Purposes	65,218	-	65,218
Unrestricted	(2,603,084)	15,332	(2,587,752)
Total Net Position	\$ 17,284,418	\$ 15,332	\$ 17,299,750

LYNDHURST SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2013

Functions/Programs	Program Expenses				Program Revenues				Net (Expense) Revenue & Changes in Net Assets		
	Budgetary Basis	Adjustments	Depreciation	Total	Charges for Services	Operating Grants/Contributions	Capital Grants/Contributions	Total	Governmental Activities	Business-type Activities	Total 2010
Governmental Activities:											
Current Expense:											
Instruction:											
Regular Programs - Instruction	\$ 11,251,065	\$ -	\$ -	\$ 11,251,065	\$ -	\$ 439,156	\$ -	\$ 439,156	\$ (10,811,909)	\$ -	\$ (10,811,909)
Special Education - Instruction	3,068,156	-	-	3,068,156	-	2,364,155	-	2,364,155	(704,001)	-	(704,001)
Basic Skills - Remedial Instruction	411,454	-	-	411,454	-	-	-	-	(411,454)	-	(411,454)
Bilingual Education - Instruction	137,768	-	-	137,768	-	-	-	-	(137,768)	-	(137,768)
School Sponsored Cocurricular Activities - Instruction	180,297	-	-	180,297	-	-	-	-	(180,297)	-	(180,297)
School Sponsored Athletics - Instruction	534,520	-	-	534,520	-	-	-	-	(534,520)	-	(534,520)
Alternative Education Program	500	-	-	500	-	-	-	-	(500)	-	(500)
Undistributed Expenditures:											
Instruction	3,084,816	-	-	3,084,816	-	-	-	-	(3,084,816)	-	(3,084,816)
Attendance and Social Work Services	63,316	-	-	63,316	-	-	-	-	(63,316)	-	(63,316)
Health Services	474,743	-	-	474,743	-	-	-	-	(474,743)	-	(474,743)
Other Support Services - Students Related Services	580,463	-	-	580,463	-	-	-	-	(580,463)	-	(580,463)
Speech, OT, PT, Related Services	3,707	-	-	3,707	-	-	-	-	(3,707)	-	(3,707)
Guidance	613,607	-	-	613,607	-	-	-	-	(613,607)	-	(613,607)
Child Study Team	638,418	-	-	638,418	-	-	-	-	(638,418)	-	(638,418)
Improvement of Instructional Services	923,249	-	-	923,249	-	-	-	-	(923,249)	-	(923,249)
Educational Media Services/School Library	2,516	-	-	2,516	-	-	-	-	(2,516)	-	(2,516)
Instructional Staff Training Services	3,347	-	-	3,347	-	-	-	-	(3,347)	-	(3,347)
Support Services - General Administration	977,981	-	-	977,981	-	-	-	-	(977,981)	-	(977,981)
Support Services - School Administration	1,811,058	-	-	1,811,058	-	-	-	-	(1,811,058)	-	(1,811,058)
Central Services	579,310	-	-	579,310	-	-	-	-	(579,310)	-	(579,310)
Required Maintenance for School Facilities	1,186,371	-	-	1,186,371	-	61,655	-	61,655	(1,124,716)	-	(1,124,716)
Custodial Services	1,600,385	-	-	1,600,385	-	-	-	-	(1,600,385)	-	(1,600,385)
Care & Upkeep of Grounds	77,987	-	-	77,987	-	-	-	-	(77,987)	-	(77,987)
Security	35,850	-	-	35,850	-	-	-	-	(35,850)	-	(35,850)
Student Transportation Services	776,810	-	-	776,810	-	67,125	-	67,125	(709,685)	-	(709,685)
Allocated and Unallocated Employee Benefits	6,265,529	(158,423)	-	6,107,106	-	64,751	-	64,751	(6,042,355)	-	(6,042,355)
TPAF Pension	2,196,063	-	-	2,196,063	-	2,196,063	-	2,196,063	-	-	-
TPAF Social Security	1,141,939	-	-	1,141,939	-	1,141,939	-	1,141,939	-	-	-
Capital Outlay											
Equipment	3,350	-	107,301	110,651	-	-	-	-	(110,651)	-	(110,651)
Facilities Acquisition and Construction Services	517,331	-	100,000	617,331	-	-	-	-	(617,331)	-	(617,331)
Charter Schools	111,805	-	-	111,805	-	-	-	-	(111,805)	-	(111,805)
Debt Service:											
Interest on Early Retirement Bonds	51,578	-	-	51,578	-	-	-	-	(51,578)	-	(51,578)
Redemption of Principal - Early Retirement Bonds	140,000	(140,000)	-	-	-	-	-	-	-	-	-
Interest on Bonds	165,240	-	-	165,240	-	-	-	-	(165,240)	-	(165,240)
Redemption of Principal	300,000	(300,000)	-	-	-	-	-	-	-	-	-
Total Governmental Activities	\$ 39,910,529	\$ (598,423)	\$ 207,301	\$ 39,519,407	\$ -	\$ 6,334,844	\$ -	\$ 6,334,844	\$ (33,184,563)	\$ -	\$ (33,184,563)
Business-Type Activities:											
Food Service	\$ 702,878	\$ -	\$ -	\$ 702,878	\$ 197,948	\$ 227,376	\$ -	\$ 425,324	\$ -	\$ (277,554)	\$ (277,554)
Total Primary Government	\$ 40,613,407	\$ (598,423)	\$ 207,301	\$ 40,222,285	\$ 197,948	\$ 6,562,220	\$ -	\$ 6,760,168	\$ (33,184,563)	\$ (277,554)	\$ (33,462,117)
General Revenues:											
Local Tax Levy									32,976,035	-	32,976,035
Unrestricted Miscellaneous Revenues									147,309	-	147,309
State Aid									381,161	-	381,161
Capital Asset Adjustments									651,702	-	651,702
Transfers									(285,000)	285,000	-
Change in Net Assets									\$ 686,644	\$ 7,446	\$ 694,090
Net Assets—Beginning									16,597,774	7,886	16,605,660
Net Assets—Ending									\$ 17,284,418	\$ 15,332	\$ 17,299,750

SECTION "B" - FUND FINANCIAL STATEMENTS

LYNDHURST SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total
<u>ASSETS</u>					
Cash	\$ 982,862	\$ 79,629	\$ -	\$ -	\$ 1,062,491
Intergovernmental Receivable:					
Federal	-	13,473	-	-	13,473
State	290,993	-	-	-	290,993
Total Assets	<u>\$ 1,273,855</u>	<u>\$ 93,102</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,366,957</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts Payable	\$ 775,112	\$ 69,071	\$ -	\$ -	\$ 844,183
Intergovernmental Payable:					
State	-	20,630	-	-	20,630
Deferred Revenue	-	3,401	-	-	3,401
Total Liabilities	<u>\$ 775,112</u>	<u>\$ 93,102</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 868,214</u>
Fund Balances:					
Reserve for Encumbrances	\$ -	\$ -	\$ -	\$ -	-
Designated for					
Subsequent Years' Expenditures	65,218	-	-	-	65,218
Undesignated	433,525	-	-	-	433,525
Total Fund Balances	<u>\$ 498,743</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 498,743</u>
Total Liabilities and Fund Balances	<u>\$ 1,273,855</u>	<u>\$ 93,102</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,366,957</u>

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

Net Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. \$ 23,212,284

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. (6,426,609)

Net assets of governmental activities \$ 17,284,418

LYNDHURST SCHOOL DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total
REVENUES					
Local Sources:					
Local Tax Levy	\$ 32,319,217	\$ -	\$ -	\$ 656,818	\$ 32,976,035
Unrestricted Miscellaneous Revenues	147,309	-	-	-	147,309
Total Local Sources	\$ 32,466,526	\$ -	\$ -	\$ 656,818	\$ 33,123,344
State Sources	5,518,698	168,007	-	-	5,686,705
Federal Sources	64,751	964,549	-	-	1,029,300
Total Revenues	\$ 38,049,975	\$ 1,132,556	\$ -	\$ 656,818	\$ 39,839,349
EXPENDITURES					
Current Expense:					
Instruction:					
Regular Programs	\$ 10,781,325	\$ 469,740	\$ -	\$ -	\$ 11,251,065
Regular Programs - Special Education	2,405,340	662,816	-	-	3,068,156
Basic Skills - Remedial	411,454	-	-	-	411,454
Bilingual Education	137,768	-	-	-	137,768
School Sponsored Cocurricular Activities	180,297	-	-	-	180,297
School Sponsored Athletics	534,520	-	-	-	534,520
Alternative Education Program	500	-	-	-	500
Undistributed Expenditures:					
Instruction	3,084,816	-	-	-	3,084,816
Attendance and Social Work Services	63,316	-	-	-	63,316
Health Services	474,743	-	-	-	474,743
Other Support Services - Students Related Services	580,463	-	-	-	580,463
Speech, OT, PT, Related Services	3,707	-	-	-	3,707
Guidance	613,607	-	-	-	613,607
Child Study Team	638,418	-	-	-	638,418
Improvement of Instructional Services	923,249	-	-	-	923,249
Educational Media Services/School Library	2,516	-	-	-	2,516
Instructional Staff Training Services	3,347	-	-	-	3,347
Support Services - General Administration	977,981	-	-	-	977,981
Support Services - School Administration	1,811,058	-	-	-	1,811,058
Central Services	579,310	-	-	-	579,310
Required Maintenance for School Facilities	1,186,371	-	-	-	1,186,371
Custodial Services	1,600,385	-	-	-	1,600,385
Care & Upkeep of Grounds	77,987	-	-	-	77,987
Security	35,850	-	-	-	35,850
Student Transportation Services	776,810	-	-	-	776,810
Allocated and Unallocated Employee Benefits	6,265,529	-	-	-	6,265,529
TPAF Pension	2,196,063	-	-	-	2,196,063
TPAF Social Security	1,141,939	-	-	-	1,141,939
Capital Outlay:					
Equipment	3,350	-	-	-	3,350
Facilities Acquisition and Construction Services	517,331	-	-	-	517,331
Charter Schools	111,805	-	-	-	111,805
Debt Service:					
Interest on Early Retirement Bonds	-	-	-	51,578	51,578
Redemption of Principal - Early Retirement Bonds	-	-	-	140,000	140,000
Interest on Bonds	-	-	-	165,240	165,240
Redemption of Principal	-	-	-	300,000	300,000
Total Expenditures	\$ 38,121,155	\$ 1,132,556	\$ -	\$ 656,818	\$ 39,910,529
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (71,180)	\$ -	\$ -	\$ -	\$ (71,180)
OTHER FINANCING SOURCES (USES)					
Operating Transfers	(285,000)	-	-	-	(285,000)
Net Change In Fund Balances	\$ (356,180)	\$ -	\$ -	\$ -	\$ (356,180)
Fund Balances - July 1	854,923	-	-	-	854,923
Fund Balances - June 30	\$ 498,743	\$ -	\$ -	\$ -	\$ 498,743

**LYNDHURST SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Total Net Change in Fund Balances - Governmental Funds (B-2) \$ (356,180)

Amounts reported for governmental activities in the statement
Investment Earnings

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	(207,301)
Capital Outlays	-

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

440,000

Employee Benefits

158,423

Adjustments

651,702

Change in net position of governmental activities

\$ 686,644

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2013**

	<u>Business-Type Activities</u> <u>Enterprise Funds</u>
<u>ASSETS</u>	
Current Assets:	
Cash	\$ 24,865
Intergovernmental Receivable:	
State	
Federal	394
Accounts Receivable	17,287
Total Assets	<u>\$ 42,546</u>
<u>LIABILITIES</u>	
Accounts Payable	<u>\$ 27,214</u>
<u>NET POSITION</u>	
Unrestricted	<u>\$ 15,332</u>

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Business-Type Activities</u> <u>Enterprise Funds</u>
<u>OPERATING REVENUES</u>	
Charges for Services:	
Sales	\$ 197,948
<u>OPERATING EXPENSES</u>	
Salaries	\$ 304,095
Support Services - Employee Benefits	23,263
Cost of Goods Sold	2,128
Other Purchased Services	373,242
Supplies & Materials	150
	<u>\$ 702,878</u>
Operating Income (Loss)	<u>\$ (504,930)</u>
<u>NON-OPERATING REVENUES</u>	
Local Sources:	
Interest on Investments	\$ 301
State Sources:	
School Lunch Program	5,042
Federal Sources:	
School Breakfast Program	9,238
School Lunch Program	212,795
	<u>\$ 227,376</u>
Income (Loss) Before Other Financing Sources (Uses)	\$ (277,554)
Other Financing Sources (Uses):	
Operating Transfers	<u>\$ 285,000</u>
Change in Net Position	\$ 7,446
Total Net Position - Beginning	7,886
Total Net Position - Ending	<u><u>\$ 15,332</u></u>

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

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	<u>Business-Type Activities</u> <u>Enterprise Funds</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Receipts from Sales	\$ 198,943
Payments for Operating Expenses	(706,524)
	<u>\$ (507,581)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</u>	
Local Sources	\$ 285,301
State Sources	5,586
Federal Sources	219,274
	<u>\$ 510,161</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Purchase of Capital Assets	<u>\$ -</u>
Net Increase (Decrease) in Cash	<u>\$ 2,580</u>
Balances - Beginning of Year	<u>22,285</u>
Balances - End of Year	<u>\$ 24,865</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided	
(Used) by Operating Activities:	
Operating Income (Loss)	\$ (504,930)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by	
(Used for) Operating Activities:	
(Increase) Decrease in Accounts Receivable	995
Increase (Decrease) in Accounts Payable	(3,646)
Net Cash Provided by (used for)	
Operating Activities	<u>\$ (507,581)</u>

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

LYNDHURST SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2013

ASSETS

Cash \$ 1,250,261

LIABILITIES

Due to Student Groups \$ 292,297
Payroll, Deductions and Withholdings Payable 884,668

Total Liabilities \$ 1,176,965

NET POSITION

Held in Trust for Scholarships \$ 73,296

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

ADDITIONS

Earnings on Investments	<u>\$ 365</u>
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DEDUCTIONS

Scholarships	<u>\$ 370</u>
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Change in Net Position	\$ (5)
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Net Position - Beginning	<u>73,301</u>
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Net Position - Ending	<u><u>\$ 73,296</u></u>
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**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 1 - Summary of Significant Accounting Policies

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

A. Reporting Entity

The Lyndhurst School District is a Type II School District located in Bergen County, New Jersey. As a Type II District, the School District functions independently through a Board of Education. The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. 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 District includes seven school facilities, all located in the Borough of Lyndhurst which support the following programs:

Regular Programs:

Preschool

Kindergarten

Grades 1 - 5

Grades 6 - 8

Grades 9 - 12

Special Education Program:

Learning and/or Language Disabilities

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 whether (1) the organization is legally separate (can sue or be sued in their own name), (2) the District holds the corporate powers of the organization, (3) the District appoints a voting majority of the organization's board, (4) the District is able to impose its will on the organization, (5) the organization has the potential to impose a financial benefit/burden on the District and (6) there is a fiscal dependency by the organization on the 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.

Note 1 - Summary of Significant Accounting Policies (Continued)

B. Fund Accounting

The accounts of the district are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. 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. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District.

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.

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 others as their agent. Agency funds are custodial in nature and do not involve a measurement of results of operations.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 1 - Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

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

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

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 for approval and as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools. All budget amendments must be approved by School Board resolution. There were no budget amendments during the fiscal year ended June 30, 2013.

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

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

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 1 - Summary of Significant Accounting Policies (Continued)

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. Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as deferred revenues at fiscal year end. The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

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 an expenditure during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in first-out (FIFO) method.

H. Fixed Assets

General Fixed Assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received.

The general fixed assets acquired or constructed prior to June 30, 1999, are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company.

General fixed assets are reflected as expenditures in the applicable governmental funds, and the related assets are reported in the general fixed assets account group. Expenditures that enhance the asset or significantly extend the useful life of the asset are considered improvements and are added to the fixed asset's currently capitalized cost. The cost of normal repairs and maintenance are not capitalized.

LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013

Note 1 - Summary of Significant Accounting Policies (Continued)

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. As of June 30, 2013, the amount earned by these employees but not disbursed was \$859,962.

J. Deferred Revenue

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

K. Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

L. Fund Equity

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Reserves represent those portions of fund equity not appropriatable for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

M. 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 elimination's have not been made in the aggregation of this data.

N. Comparative Data

Comparative total data for the prior year has been presented in order to provide an understanding of changes on the District's financial position and operations. However, comparative data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

O. Accounting Changes

As a result of recently effective pronouncements by the Governmental Accounting Standards Board (GASB) the terminology for Net Assets has been revised to *Net Position*. This change was only a terminology change and did not have an impact on either *Fund Balance* or *Net Position* (formerly identified as Net Assets). In addition, GASB has also introduced the concept of *Deferred Inflows and Outflows* to identify categories that were previously identified as *Liabilities or Assets*, respectively.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 1 - Summary of Significant Accounting Policies (Continued)

P. Recent Accounting Pronouncements

In April 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 66 "Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62". This statement, which resolves conflicts between Statements No. 10 and No. 54 provides more flexibility in fund classifications for risk based activities, is effective for fiscal periods beginning after December 15, 2012, is not anticipated to have any effect on the District's financial reporting.

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 67 "Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25". This statement, which is effective for fiscal periods beginning after June 15, 2013, will not have any effect on the District's financial reporting.

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 68 "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". This statement, which is effective for fiscal periods beginning after June 15, 2014, will not have any effect on the District's financial reporting.

In January 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 69 "Government Combinations and Disposals of Government Operations". This statement, which is effective for fiscal periods beginning after December 15, 2013, will not have any effect on the District's financial reporting.

In April 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 70 "Accounting and Financial Reporting for Nonexchange Financial Guarantees". This statement, which is effective for fiscal periods beginning after June 15, 2013, will not have any impact on the District's financial statements.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 2 - Cash, 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.

Deposits --

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

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 daily balance of collected public funds on deposit.

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

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

Investments --

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

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

As of June 30, 2013, cash and cash equivalents and investments of the District consisted of the following:

	<u>Cash</u>	<u>Investments</u>
Checking/Money Market Accounts - Governmental Funds	\$ 1,062,491	\$ -
Checking/Money Market Accounts - Proprietary Funds	24,865	-
Checking/Money Market Accounts - Fiduciary Funds	1,250,261	-
	<u>\$ 2,337,617</u>	<u>\$ -</u>

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 3 - Capital Assets

The following schedule is a summarization of the changes in general fixed assets by source for the fiscal year ended June 30, 2013:

	Beginning Balance	Additions	Disposals	Adjustments	Ending Balance
<i>Governmental Activities --</i>					
Capital Assets not being Depreciated:					
Sites	\$ 9,342,900	\$ -	\$ -	\$ -	\$ 9,342,900
Construction in Progress	-	-	-	-	-
	<u>\$ 9,342,900</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,342,900</u>
Capital Assets being Depreciated:					
Site Improvements	\$ -	\$ -	\$ -	\$ -	\$ -
Building Improvements	19,066,114	-	-	-	19,066,114
Machinery and Equipment	1,231,560	-	-	631,309	1,862,869
	<u>\$ 20,297,674</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 631,309</u>	<u>\$ 20,928,983</u>
	<u>\$ 29,640,574</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 631,309</u>	<u>\$ 30,271,883</u>
Less Accumulated Depreciation:					
Site Improvements	\$ -	\$ -	\$ -	\$ -	\$ -
Building Improvements	(5,845,450)	(100,000)	-	-	(5,945,450)
Machinery and Equipment	(1,027,241)	(107,301)	-	20,393	(1,114,149)
	<u>\$ (6,872,691)</u>	<u>\$ (207,301)</u>	<u>\$ -</u>	<u>\$ 20,393</u>	<u>\$ (7,059,599)</u>
Net Assets for Governmental Activities	<u>\$ 22,767,883</u>	<u>\$ (207,301)</u>	<u>\$ -</u>	<u>\$ 651,702</u>	<u>\$ 23,212,284</u>

Note 4 - Operating Leases and Other Commitments

In accordance with GAAP, the District does not include non-capitalized (operating) leases or other similar commitments in the financial statements. As of June 30, 2013, the District had not entered into any such agreements which would be considered material for subsequent year's obligation disclosure. The District has entered into such agreements which have been deemed immaterial to the financial statements for small office equipment, etc.

LYNDHURST SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2013

Note 5 - Long-Term Debt

During the fiscal year ended June 30, 2013, the following changes occurred in liabilities reported as general long-term debt:

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Retired</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Bonds Payable	\$ 4,675,000	\$ -	\$ (440,000)	\$ -	\$ 4,235,000
Compensated Absences Payable	2,350,032	340,421	(498,844)	-	2,191,609
	<u>\$ 7,025,032</u>	<u>\$ 340,421</u>	<u>\$ (938,844)</u>	<u>\$ -</u>	<u>\$ 6,426,609</u>

	<u>Amounts Due within One Year</u>	<u>Long-Term Portion</u>	<u>Ending Balance</u>
Bonds Payable	\$ 495,000	\$ 3,740,000	\$ 4,235,000
Compensated Absences Payable	-	2,191,609	2,191,609
	<u>\$ 495,000</u>	<u>\$ 5,931,609</u>	<u>\$ 6,426,609</u>

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 5 - Long-Term Debt (Continued)

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. As of June 30, 2013, the Board had \$4,235,000 of bonds payable. As of June 30, 2013, the Board had not authorized the issuance of any additional bonds.

B. Compensated Absences Payable

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 and contractual obligations. 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 debt account group. In the District-wide Statement of Net Assets, the liabilities whose average maturities are greater than one year should be reported in two components - the amount due within one year and the amount due in more than one year. The 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. As of June 30, 2013, no liability existed for compensated absences in the Food Service Fund.

C. Long-Term Debt Service to Maturity

The annual debt service requirement for long-term obligation requirements to maturity, including principal and interest as of June 30, 2013 are as follows:

Year Ended June 30,	08/15/01 School Bonds		2003 Pension Refunding Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 350,000	\$ 150,290	\$ 145,000	\$ 44,718	\$ 495,000	\$ 195,008
2015	350,000	134,190	155,000	37,468	505,000	171,658
2016	350,000	118,090	160,000	29,563	510,000	147,653
2017	350,000	101,990	170,000	21,243	520,000	123,233
2018	390,000	84,970	180,000	12,148	570,000	97,118
2019	400,000	66,500	35,000	1,978	435,000	68,478
2020	400,000	47,500	-	-	400,000	47,500
2021	400,000	28,500	-	-	400,000	28,500
2022	400,000	9,500	-	-	400,000	9,500
	<u>\$ 3,390,000</u>	<u>\$ 741,530</u>	<u>\$ 845,000</u>	<u>\$ 147,118</u>	<u>\$ 4,235,000</u>	<u>\$ 888,648</u>

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 6 - Retirement Plans

Those employees who are eligible for pension coverage are enrolled in either the Public Employees Retirement System of New Jersey (PERS) or the Teachers' Pension and Annuity Fund of New Jersey (TPAF). The systems are cost-sharing multiple-employer contributory defined benefit pension plans, and are component units of the State of New Jersey. Each retirement system has a Board of Trustees which is responsible for its organization and administration.

A. Public Employees' Retirement System (PERS)

Description of the System - The State of New Jersey Public Employees' Retirement System (the System; PERS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2011 and 2010, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2011	2010
State of New Jersey	1	1
County Agencies	65	65
Municipalities	579	580
School Districts	580	581
Other Public Agencies	481	483
Total	<u>1,706</u>	<u>1,710</u>

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System 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 pension fund or local jurisdiction's pension fund. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 6 - Retirement Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The System provides retirement, death and disability benefits. All benefits vest after eight to ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the System.

For Tier 1 members, retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of 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 service credit, as defined, or they may elect deferred retirement after achieving eight to ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

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

Eligible retirees receiving monthly benefits are entitled to cost-of-living adjustment (COLA) increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The COLA increases are funded by the retirement system and are included in the annual actuarial calculations of the required state-related employer contributions. Pursuant to the provisions of Chapter 78, P.L. 2011, COLA increases are suspended for all current and future retirees of all retirement systems. No further COLA increases will be granted. The law does not reduce any COLA increases that have already been added to retiree benefits.

Significant Legislation - Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hired on or after July 1, 2007 and prior to November 2, 2008 (Tier 2 members) and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60, plus 3% for every year under age 55. Also, this law provided that the amount of compensation for Tier 2 members used for employer and member contributions and benefits under the PERS cannot exceed the annual maximum wage contribution base for Social Security, pursuant to the Federal Insurance Contributions Act.

Chapter 89, P.L. 2008 increased the PERS eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008 and on or before May 21, 2010 (Tier 3 members). It also increased the minimum annual compensation required for membership eligibility for new Tier 3 members from \$1,500 to \$7,500 in addition to amending the early retirement reduction formula for Tier 3 members retiring with 25 years of service to 1% for every year between age 55 and 62, plus 3% for every year under age 55.

Chapter 1, P.L. 2010, effective May 21, 2010, changed the membership eligibility criteria for new members of PERS hired after May 21, 2010 (Tier 4 and 5 members) from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for these members of PERS to 1/60 from 1/55, and it provided that the retirement allowance for these members be calculated using the average annual compensation for the last five years of service instead of the last three years of service. Tier 4 and 5 members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. This law also closed the Prosecutors Part of the PERS to new members.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for Tier 4 and 5 members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 78, P.L. 2011, provides that new members of PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. Tier 5 members will be eligible for a service retirement benefit at age 65.

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 6 - Retirement Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

Membership in the system consisted of the following at June 30, 2011 and 2010, the dates of the most recent actuarial valuations:

	2011	2010
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	149,218	141,973
Active Members:		
Vested	149,719	149,506
Non-Vested	142,107	159,593
Total Active Members	291,826	309,099
Total	441,044	451,072

B. Teachers' Pension and Annuity Fund (TPAF)

Description of the Fund - The State of New Jersey Teachers' Pension and Annuity Fund (the Fund; TPAF) is a cost-sharing contributory defined benefit plan with a special funding situation which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. The Fund is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

The Fund's designated purpose is to provide retirement benefits, death, disability and medical benefits to certain qualified members. Membership in the Fund 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. The Fund's Board of Trustees is primarily responsible for the administration of the Fund.

According to the State of New Jersey Administrative Code, all obligations of the Fund will be assumed by the State of New Jersey should the Fund terminate.

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 18A:66. The TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the Fund.

For Tier 1 members, retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of 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 service credit, as defined, or they may elect deferred retirement after achieving ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

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.

Eligible retirees receiving monthly benefits are entitled to cost-of-living adjustment (COLA) increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. Pursuant to the provisions of Chapter 78, P.L. 2011, COLA increases are suspended for all current and future retirees of all retirement systems. No further COLA increases will be granted. The law does not reduce any COLA increases that have already been added to retiree benefits.

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 6 - Retirement Plans (Continued)

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

Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hired on or after July 1, 2007 and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60, plus 3% for every year under age 55. Also, this law provided that for members hired on or after July 1, 2007, the amount of compensation used for employer and member contributions and benefits under the TPAF cannot exceed the annual maximum wage contribution base for Social Security, pursuant to the Federal Insurance Contributions Act.

Chapter 89, P.L. 2008 increased the TPAF eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008. It also increased the minimum annual compensation required for membership eligibility for new members and amended the early retirement reduction formula for members hired on or after November 1, 2008 and retiring with 25 years of service to 1% for every year between age 55 and 62, plus 3% for every year under age 55.

Chapter 1, P.L. 2010, effective May 21, 2010, changed the membership eligibility criteria for new members of TPAF from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of TPAF to 1/60 from 1/55, and it provided that new members of TPAF have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of TPAF will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of TPAF with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 78, P.L. 2011, provides that new members of TPAF hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. Tier 5 members will be eligible for a service retirement benefit at age 65.

Membership in the Fund consisted of the following at June 30, 2011 and 2010 the dates of the most recent actuarial valuations:

	2011	2010
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	86,332	80,714
Active members:		
Vested	83,178	82,719
Non-vested	67,937	74,304
Total active members	151,115	157,023
Total	237,447	237,737
Contributing Employers	29	35

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 6 - Retirement Plans (Continued)

Trend Information

Historical trend information showing the plan's progress in accumulating sufficient assets to pay benefits when due are presented in the State of New Jersey's PERS and TPAF financial reports. Those reports may be obtained by writing to the State of New Jersey, Department of Treasury Division of Pensions & Benefits P.O. Box 295, Trenton, New Jersey 08625-0295 or by calling (609) 292-7524.

Contributions required by the District were as follows:

Public Employees Retirement System:

Year	Annual Pension Cost	Chapter 108 P.L. 2003 Phase - In Credit	Chapter 19 P.L. 2009 Deferral	Non-Contributory Group Life Insurance	Net Pension Obligation
2013	\$ 320,212	\$ -	\$ 13,127	\$ 19,058	\$ 352,397
2012	316,858	-	12,958	20,188	350,004
2011	289,082	-	-	21,956	311,038
2010	202,589	-	-	28,094	230,683
2009	181,325	-	(90,663)	22,539	113,201
2008	179,095	(35,819)	-	-	143,276
2007	101,542	(40,617)	-	-	60,925
2006	89,401	(53,641)	-	-	35,760
2005	20,599	-	-	-	20,599
2004	-	-	-	-	-
2003	-	-	-	-	-
2002	-	-	-	-	-
2001	-	-	-	-	-

Teachers' Pension and Annuity Fund:

Year	Annual Pension Cost	Percentage Contributed	Total Obligation
2013	\$ 2,196,063	100%	- (On-Behalf)
2012	1,473,058	100%	- (On-Behalf)
2011	1,051,954	100%	- (On-Behalf)
2010	1,000,167	100%	- (On-Behalf)
2009	969,669	100%	- (On-Behalf)
2008	2,106,442	100%	- (On-Behalf)
2007	2,052,735	100%	- (On-Behalf)
2006	1,109,573	100%	- (On-Behalf)
2005	997,719	100%	- (On-Behalf)
2004	911,626	100%	- (On-Behalf)
2003	644,891	100%	- (On-Behalf)
2002	-	-	- (On-Behalf)
2001	422,616	100%	- (On-Behalf)

Note 7 - Post-Retirement Benefits

Chapter 384 of P.L. 1987 and Chapter 6 of P.L. 1990 required Teachers' Pensions and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, Chapter 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, 2012, there were 97,661 retirees eligible for post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in Fiscal Year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c.126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$146.6 million toward Chapter 126 benefits for 16,618 eligible retired members in Fiscal Year 2012.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 8 - 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 the district wide *Statement of Net Position*, the liabilities whose average maturities are greater than one year should be reported in two components - the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2013, no liability existed for compensated absences in the Food Service Fund.

Note 9 - Deferred Compensation

The Board offers its employees a choice of deferred compensation plans created in accordance with Internal Revenue Code Section 457 and 403(b). The plans permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 10 - Risk Management

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

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

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

The District does not maintain a separate expendable Unemployment trust fund.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 11 - Fund Balance Appropriated

General Fund -- The following is an analysis of the General Fund balance at June 30, 2013:

Reserve for Encumbrances	\$	-
Designated for Subsequent Years' Expenditures		65,218
Undesignated		433,525
		<hr/>
	\$	<u>498,743</u>

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 12 - Calculation of Excess Surplus

The designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to *N.J.S.A. 18A:7F-7*, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2013 was \$0.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 13 - Economic Dependency

The District is heavily reliant on federal and state sources to fund the District operations and debt service. Federal and state sources funded approximately 17% of the District's 2012-2013 governmental operations.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 14 - Contingent Liabilities

From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgement of the District's management, the outcome of any legal proceedings will not have any adverse effect on the accompanying financial statements.

**LYNDHURST SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2013**

Note 15 - Subsequent Events

We have evaluated subsequent events through December 5, 2013, the date which the financial statements were available to be issued and no items were noted for disclosure or adjustment.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
REVENUES								
Local Sources:								
Local Tax Levy	10-1210	\$ 32,319,217	\$ -	\$ -	\$ -	\$ 32,319,217	\$ 32,319,217	\$ -
Unrestricted Miscellaneous Revenues	10-1xxx	71,300	-	-	-	71,300	147,309	76,009
Total Local Sources		<u>\$ 32,390,517</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,390,517</u>	<u>\$ 32,466,526</u>	<u>\$ 76,009</u>
State Sources:								
Equalization Aid	10-3176	\$ 400,147	\$ -	\$ -	\$ -	\$ 400,147	\$ 400,147	\$ -
Categorical Transportation Aid	10-3121	67,125	-	-	-	67,125	67,125	-
Categorical Special Education Aid	10-3132	1,435,853	-	-	-	1,435,853	1,435,853	-
Categorical Security Aid	10-3177	61,655	-	-	-	61,655	61,655	-
Extraordinary Aid	10-3131	150,000	-	-	-	150,000	234,902	84,902
TPAF Pension (On-Behalf - Non-Budgeted)		-	-	-	-	-	2,196,063	2,196,063
TPAF Social Security (Reimbursed - Non-Budgeted)		-	-	-	-	-	1,141,939	1,141,939
Total State Sources		<u>\$ 2,114,780</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,114,780</u>	<u>\$ 5,537,684</u>	<u>\$ 3,422,904</u>
Federal Sources:								
Medicaid Reimbursement	10-4200	\$ 27,184	\$ -	\$ -	\$ -	\$ 27,184	\$ 64,751	\$ 37,567
Total Revenues		<u>\$ 34,532,481</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,532,481</u>	<u>\$ 38,068,961</u>	<u>\$ 3,536,480</u>

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES</u>									
<u>General Current Expense</u>									
Regular Programs - Instruction:									
Kindergarten - Salaries of Teachers	11-110-100-101	\$ 632,465	\$ -	\$ 103,778	\$ -	\$ 736,243	\$ 736,243	\$ -	-
Grades 1-5 - Salaries of Teachers	11-120-100-101	3,292,667	-	(77,070)	-	3,215,597	3,215,597	-	-
Grades 6-8 - Salaries of Teachers	11-130-100-101	1,960,144	-	219,140	-	2,179,284	2,179,283	1	-
Grades 9-12 - Salaries of Teachers	11-140-100-101	3,754,456	-	(154,755)	-	3,599,701	3,599,700	1	-
Regular Programs - Home Instruction:									
Salaries of Teachers	11-150-100-101	40,000	-	(7,337)	-	32,663	32,663	-	-
Regular Programs - Undistributed Instruction:									
Other Salaries for Instruction	11-190-100-106	247,568	-	(7,461)	-	240,107	240,106	1	-
Purchased Professional - Educational Services	11-190-100-320	6,750	-	9,335	-	16,085	16,085	-	-
Other Purchased Services	11-190-100-500	3,000	-	267,292	-	270,292	270,291	1	-
General Supplies	11-190-100-610	628,564	-	(322,563)	-	306,001	306,001	-	-
Textbooks	11-190-100-640	197,000	-	(11,643)	-	185,357	185,356	1	-
Total Regular Programs - Instruction		\$ 10,762,614	\$ -	\$ 18,716	\$ -	\$ 10,781,330	\$ 10,781,325	\$ 5	\$ -

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>									
<u>General Current Expense (Continued)</u>									
Special Education - Instruction - Learning and/or Language Disabilities:									
Salaries of Teachers	11-204-100-101	\$ 641,581	\$ -	\$ (52,367)	\$ -	\$ 589,214	\$ 589,214	\$ -	-
Other Salaries for Instruction	11-204-100-106	288,494	-	(25,106)	-	263,388	263,387	1	-
General Supplies	11-204-100-610	2,500	-	1,965	-	4,465	4,463	2	-
Textbooks	11-204-100-640	2,000	-	4,611	-	6,611	6,606	5	-
		<u>\$ 934,575</u>	<u>\$ -</u>	<u>\$ (70,897)</u>	<u>\$ -</u>	<u>\$ 863,678</u>	<u>\$ 863,670</u>	<u>\$ 8</u>	<u>\$ -</u>
Special Education - Instruction - Resource Room/Resource Center:									
Salaries of Teachers	11-213-100-101	\$ 1,290,740	\$ -	\$ 11,846	\$ -	\$ 1,302,586	\$ 1,302,580	\$ 6	\$ -
Other Salaries for Instruction	11-213-100-106	65,780	-	51,458	-	117,238	117,237	1	-
General Supplies	11-213-100-610	5,000	-	(4,795)	-	205	205	-	-
Textbooks	11-213-100-640	2,000	-	356	-	2,356	2,355	1	-
		<u>\$ 1,363,520</u>	<u>\$ -</u>	<u>\$ 58,865</u>	<u>\$ -</u>	<u>\$ 1,422,385</u>	<u>\$ 1,422,377</u>	<u>\$ 8</u>	<u>\$ -</u>
Special Education - Instruction - Preschool Disabilities - Part-Time:									
Salaries of Teachers	11-215-100-101	\$ 72,130	\$ -	\$ 27,139	\$ -	\$ 99,269	\$ 99,269	\$ -	\$ -
Other Salaries for Instruction	11-215-100-106	26,448	-	(10,965)	-	15,483	15,483	-	-
Purchased Professional-Educational Services	11-215-100-600	500	-	(198)	-	302	301	1	-
		<u>\$ 99,078</u>	<u>\$ -</u>	<u>\$ 15,976</u>	<u>\$ -</u>	<u>\$ 115,054</u>	<u>\$ 115,053</u>	<u>\$ 1</u>	<u>\$ -</u>
Special Education - Instruction - Home Instruction:									
Purchased Professional-Educational Services	11-219-100-320	\$ 25,000	\$ -	\$ (20,760)	\$ -	\$ 4,240	\$ 4,240	\$ -	\$ -
Total Special Education - Instruction		<u>\$ 2,422,173</u>	<u>\$ -</u>	<u>\$ (16,816)</u>	<u>\$ -</u>	<u>\$ 2,405,357</u>	<u>\$ 2,405,340</u>	<u>\$ 17</u>	<u>\$ -</u>

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>								
<u>General Current Expense (Continued)</u>								
Basic Skills/Remedial - Instruction:								
Salaries of Teachers	11-230-100-101	\$ 619,878	\$ -	\$ (209,354)	\$ -	\$ 410,524	\$ 410,524	\$ -
General Supplies	11-230-100-610	2,300	-	(1,369)	-	931	930	1
		\$ 622,178	\$ -	\$ (210,723)	\$ -	\$ 411,455	\$ 411,454	\$ 1
Bilingual Education - Instruction:								
Salaries of Teachers	11-240-100-101	\$ 125,536	\$ -	\$ 12,059	\$ -	\$ 137,595	\$ 137,595	\$ -
General Supplies	11-240-100-610	800	-	(626)	-	174	173	1
Textbooks	11-240-100-640	1,000	-	(1,000)	-	-	-	-
		\$ 127,336	\$ -	\$ 10,433	\$ -	\$ 137,769	\$ 137,768	\$ 1
School Sponsored Co-Curricular Activities - Instruction:								
Salaries	11-401-100-100	\$ 135,365	\$ -	\$ (8,021)	\$ -	\$ 127,344	\$ 127,344	\$ -
Purchased Services	11-401-100-500	1,000	-	455	-	1,455	1,455	-
Supplies and Materials	11-401-100-600	23,750	-	27,749	-	51,499	51,498	1
		\$ 160,115	\$ -	\$ 20,183	\$ -	\$ 180,298	\$ 180,297	\$ 1
School Sponsored Athletics - Instruction:								
Salaries	11-402-100-100	\$ 393,455	\$ -	\$ (3,335)	\$ -	\$ 390,120	\$ 390,120	\$ -
Purchased Services	11-402-100-500	25,000	-	(3,020)	-	21,980	21,978	2
Supplies and Materials	11-402-100-600	51,000	-	8,855	-	59,855	59,854	1
Other Objects	11-402-100-800	1,000	-	(932)	-	68	68	-
Transfer to Cover Deficit	11-402-100-930	62,500	-	-	-	62,500	62,500	-
		\$ 532,955	\$ -	\$ 1,568	\$ -	\$ 534,523	\$ 534,520	\$ 3
Alternative Education Program - Instruction:								
Other Objects	11-423-100-800	\$ 500	\$ -	\$ -	\$ -	\$ 500	\$ 500	\$ -
Total - Instruction		\$ 14,627,871	\$ -	\$ (176,639)	\$ -	\$ 14,451,232	\$ 14,451,204	\$ 28

**LYNDHURST SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2013**

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>									
<u>General Current Expense (Continued)</u>									
Undistributed Expenditures - Instruction:									
Tuition to Other LEAs Within the State - Special	11-000-100-562	\$ 767,495	\$ -	\$ (36,523)	\$ -	\$ 730,972	\$ 730,971	\$ 1	\$ -
Tuition to County Vocational School District - Regular	11-000-100-563	395,940	-	(50,859)	-	345,081	345,080	1	-
Tuition to County Vocational School District - Special	11-000-100-564	231,480	-	35,946	-	267,426	267,420	6	-
Tuition to CSSD & Regional Day Schools	11-000-100-565	714,540	-	(73,610)	-	640,930	640,930	-	-
Tuition to Private Schools for the Disabled - W/I State	11-000-100-566	1,049,995	-	45,921	-	1,095,916	1,095,915	1	-
Tuition - State Facilities	11-000-100-568	4,500	-	-	-	4,500	4,500	-	-
		<u>\$ 3,163,950</u>	<u>\$ -</u>	<u>\$ (79,125)</u>	<u>\$ -</u>	<u>\$ 3,084,825</u>	<u>\$ 3,084,816</u>	<u>\$ 9</u>	<u>\$ -</u>
Undistributed Expenditures - Attendance and Social Work:									
Salaries	11-000-211-100	\$ 87,448	\$ -	\$ (24,998)	\$ -	\$ 62,450	\$ 62,450	\$ -	\$ -
Supplies and Materials	11-000-211-600	1,000	-	-	-	1,000	866	134	-
		<u>\$ 88,448</u>	<u>\$ -</u>	<u>\$ (24,998)</u>	<u>\$ -</u>	<u>\$ 63,450</u>	<u>\$ 63,316</u>	<u>\$ 134</u>	<u>\$ -</u>
Undistributed Expenditures - Health Services:									
Salaries	11-000-213-100	\$ 541,819	\$ -	\$ (107,321)	\$ -	\$ 434,498	\$ 428,923	\$ 5,575	\$ -
Purchased Professional and Technical Services	11-000-213-300	16,100	-	22,025	-	38,125	35,887	2,238	-
Other Purchased Services	11-000-213-500	5,148	-	-	-	5,148	3,276	1,872	-
Supplies and Materials	11-000-213-600	8,000	-	-	-	8,000	5,979	2,021	-
Other Objects	11-000-213-800	3,000	-	-	-	3,000	678	2,322	-
		<u>\$ 574,067</u>	<u>\$ -</u>	<u>\$ (85,296)</u>	<u>\$ -</u>	<u>\$ 488,771</u>	<u>\$ 474,743</u>	<u>\$ 14,028</u>	<u>\$ -</u>
Undistributed Expenditures - Speech, OT, PT, Related Services:									
Salaries	11-000-216-100	\$ 378,422	\$ -	\$ (52,702)	\$ -	\$ 325,720	\$ 325,720	\$ -	\$ -
Purchased Professional Educational Services	11-000-216-320	243,400	-	10,319	-	253,719	253,716	3	-
Supplies and Materials	11-000-216-600	2,200	-	(1,173)	-	1,027	1,027	-	-
		<u>\$ 624,022</u>	<u>\$ -</u>	<u>\$ (43,556)</u>	<u>\$ -</u>	<u>\$ 580,466</u>	<u>\$ 580,463</u>	<u>\$ 3</u>	<u>\$ -</u>
Undistributed Expenditures - Other Support Services Students - Extraordinary Services:									
Salaries	11-000-217-100	\$ 15,477	\$ -	\$ (15,477)	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies and Materials	11-000-217-600	3,000	-	709	-	3,709	3,707	2	-
		<u>\$ 18,477</u>	<u>\$ -</u>	<u>\$ (14,768)</u>	<u>\$ -</u>	<u>\$ 3,709</u>	<u>\$ 3,707</u>	<u>\$ 2</u>	<u>\$ -</u>

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>									
<u>General Current Expense (Continued)</u>									
Undistributed Expenditures - Guidance:									
Salaries of Other Professional Staff	11-000-218-104	\$ 570,919	\$ -	\$ (83,353)	\$ -	\$ 487,566	\$ 483,231	\$ 4,335	\$ -
Salaries of Secretarial and Clerical Assistants	11-000-218-105	102,569	-	(28,376)	-	74,193	72,074	2,119	-
Purchased Professional - Educational Services	11-000-218-320	51,260	-	2,304	-	53,564	53,486	78	-
Other Purchased Professional and Technical Services	11-000-218-390	1,200	-	-	-	1,200	672	528	-
Supplies and Materials	11-000-218-600	5,000	-	-	-	5,000	4,144	856	-
		<u>\$ 730,948</u>	<u>\$ -</u>	<u>\$ (109,425)</u>	<u>\$ -</u>	<u>\$ 621,523</u>	<u>\$ 613,607</u>	<u>\$ 7,916</u>	<u>\$ -</u>
Undistributed Expenditures - Child Study Team:									
Salaries of Other Professional Staff	11-000-219-104	\$ 637,705	\$ -	\$ (63,016)	\$ -	\$ 574,689	\$ 573,438	\$ 1,251	\$ -
Salaries of Secretarial and Clerical Assistants	11-000-219-105	50,027	-	4,712	-	54,739	54,738	1	-
Miscellaneous Purchased Services	11-000-219-592	2,500	-	-	-	2,500	1,601	899	-
Supplies and Materials	11-000-219-600	10,000	-	-	-	10,000	8,641	1,359	-
		<u>\$ 700,232</u>	<u>\$ -</u>	<u>\$ (58,304)</u>	<u>\$ -</u>	<u>\$ 641,928</u>	<u>\$ 638,418</u>	<u>\$ 3,510</u>	<u>\$ -</u>
Undistributed Expenditures - Improvement of Instructional Services:									
Salaries of Supervisors of Instruction	11-000-221-102	\$ 803,533	\$ -	\$ 52,757	\$ -	\$ 856,290	\$ 856,290	\$ -	\$ -
Salaries of Secretarial and Clerical Assistants	11-000-221-105	52,926	-	(201)	-	52,725	52,725	-	-
Other Purchases Services	11-000-221-500	3,100	-	(1,594)	-	1,506	1,505	1	-
Supplies and Materials	11-000-221-600	500	-	6,904	-	7,404	7,404	-	-
Other Objects	11-000-221-800	5,700	-	(375)	-	5,325	5,325	-	-
		<u>\$ 865,759</u>	<u>\$ -</u>	<u>\$ 57,491</u>	<u>\$ -</u>	<u>\$ 923,250</u>	<u>\$ 923,249</u>	<u>\$ 1</u>	<u>\$ -</u>
Undistributed Expenditures - Educational Media Services/School Library:									
Salaries	11-000-222-100	\$ 105,779	\$ -	\$ (105,779)	\$ -	\$ -	\$ -	\$ -	\$ -
Supplies and Materials	11-000-222-600	6,000	-	(647)	-	5,353	2,516	2,837	-
		<u>\$ 111,779</u>	<u>\$ -</u>	<u>\$ (106,426)</u>	<u>\$ -</u>	<u>\$ 5,353</u>	<u>\$ 2,516</u>	<u>\$ 2,837</u>	<u>\$ -</u>
Undistributed Expenditures - Instructional Staff Training Services:									
Other Purchased Services	11-000-223-500	\$ 4,000	\$ -	\$ (650)	\$ -	\$ 3,350	\$ 3,347	\$ 3	\$ -

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>									
<u>General Current Expense (Continued)</u>									
Undistributed Expenditures - Support Services - General Administration:									
Salaries	11-000-230-100	\$ 435,913	\$ -	\$ (5,230)	\$ -	\$ 430,683	\$ 430,683	\$ -	\$ -
Legal Services	11-000-230-331	120,000	-	(15,397)	-	104,603	104,603	-	-
Audit Fees	11-000-230-332	31,000	-	585	-	31,585	31,585	-	-
Architectural/Engineering Services	11-000-230-334	29,500	-	36,884	-	66,384	66,384	-	-
Other Purchased Professional Services	11-000-230-339	7,000	-	1,664	-	8,664	8,653	11	-
Communications/Telephone	11-000-230-530	129,900	-	15,345	-	145,245	145,244	1	-
BOE Other Purchased Services	11-000-230-585	5,000	-	(2,526)	-	2,474	2,473	1	-
Other Purchased Services	11-000-230-590	51,093	-	6,232	-	57,325	57,318	7	-
General Supplies	11-000-230-610	9,300	-	2,590	-	11,890	11,890	-	-
BOE In-House Training/Meeting Supplies	11-000-230-630	3,000	-	(1,682)	-	1,318	1,318	-	-
Judgments Against District	11-000-230-820	100,000	-	-	-	100,000	100,000	-	-
Miscellaneous Expenditures	11-000-230-890	2,350	-	162	-	2,512	2,512	-	-
BOE Membership Dues and Fees	11-000-230-895	16,000	-	(682)	-	15,318	15,318	-	-
		\$ 940,056	\$ -	\$ 37,945	\$ -	\$ 978,001	\$ 977,981	\$ 20	\$ -
Undistributed Expenditures - Support Services - School Administration:									
Salaries of Principals/Assistance Principals	11-000-240-103	\$ 1,137,632	\$ -	\$ 57,240	\$ -	\$ 1,194,872	\$ 1,194,872	\$ -	\$ -
Salaries of Secretarial and Clerical Assistants	11-000-240-105	406,823	-	70,943	-	477,766	477,765	1	-
Other Purchased Services	11-000-240-500	75,565	-	18,054	-	93,619	93,617	2	-
Supplies and Materials	11-000-240-600	39,300	-	(1,417)	-	37,883	37,870	13	-
Other Objects	11-000-240-800	8,000	-	(1,066)	-	6,934	6,934	-	-
		\$ 1,667,320	\$ -	\$ 143,754	\$ -	\$ 1,811,074	\$ 1,811,058	\$ 16	\$ -
Undistributed Expenditures - Central Services:									
Salaries	11-000-251-100	\$ 457,765	\$ -	\$ (62,791)	\$ -	\$ 394,974	\$ 394,974	\$ -	\$ -
Purchased Professional Services	11-000-251-330	4,000	-	(1,200)	-	2,800	2,800	-	-
Purchased Technical Services	11-000-251-340	156,045	-	(3,772)	-	152,273	152,273	-	-
Miscellaneous Purchased Services	11-000-251-592	3,000	-	1,265	-	4,265	4,263	2	-
Supplies and Materials	11-000-251-600	12,500	-	10,752	-	23,252	23,252	-	-
Other Objects	11-000-251-890	1,800	-	(52)	-	1,748	1,748	-	-
		\$ 635,110	\$ -	\$ (55,798)	\$ -	\$ 579,312	\$ 579,310	\$ 2	\$ -

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>									
<u>General Current Expense (Continued)</u>									
Undistributed Expenditures - Required Maintenance for School Facilities:									
Salaries	11-000-261-100	\$ 289,043	\$ -	\$ 2,321	\$ -	\$ 291,364	\$ 291,362	\$ 2	\$ -
Cleaning, Repair and Maintenance Services	11-000-261-420	557,639	-	276,044	-	833,683	833,683	-	-
General Supplies	11-000-261-610	40,000	-	21,326	-	61,326	61,326	-	-
		<u>\$ 886,682</u>	<u>\$ -</u>	<u>\$ 299,691</u>	<u>\$ -</u>	<u>\$ 1,186,373</u>	<u>\$ 1,186,371</u>	<u>\$ 2</u>	<u>\$ -</u>
Undistributed Expenditures - Custodial Services:									
Salaries	11-000-262-100	\$ 861,225	\$ -	\$ 37,685	\$ -	\$ 898,910	\$ 898,909	\$ 1	\$ -
Purchased Professional and Technical Services	11-000-262-300	1,500	-	(1,500)	-	-	-	-	-
Cleaning, Repair and Maintenance Services	11-000-262-420	136,475	-	36,490	-	172,965	172,965	-	-
Rental of Land & Bldg. Other Than Lease Purch Agrmt.	11-000-262-441	350,000	-	(350,000)	-	-	-	-	-
Insurance	11-000-262-520	101,285	-	7,379	-	108,664	108,664	-	-
General Supplies	11-000-262-610	52,000	-	22,558	-	74,558	74,558	-	-
Energy (Natural Gas)	11-000-262-621	180,000	-	(38,959)	-	141,041	141,041	-	-
Energy (Electricity)	11-000-262-622	250,000	-	(58,021)	-	191,979	191,978	1	-
Energy (Gasoline)	11-000-262-626	10,000	-	-	-	10,000	10,000	-	-
Other Objects	11-000-262-800	2,500	-	(230)	-	2,270	2,270	-	-
		<u>\$ 1,944,985</u>	<u>\$ -</u>	<u>\$ (344,598)</u>	<u>\$ -</u>	<u>\$ 1,600,387</u>	<u>\$ 1,600,385</u>	<u>\$ 2</u>	<u>\$ -</u>
Undistributed Expenditures - Care & Upkeep of Grounds:									
Cleaning, Repair, and Maintenance Services	11-000-263-420	\$ 2,000	\$ -	\$ 69,793	\$ -	\$ 71,793	\$ 71,790	\$ 3	\$ -
General Supplies	11-000-263-610	3,000	-	3,198	-	6,198	6,197	1	-
		<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 72,991</u>	<u>\$ -</u>	<u>\$ 77,991</u>	<u>\$ 77,987</u>	<u>\$ 4</u>	<u>\$ -</u>
Undistributed Expenditures - Security:									
Salaries	11-000-266-100	\$ 38,312	\$ -	\$ (2,462)	\$ -	\$ 35,850	\$ 35,850	\$ -	\$ -

**LYNDHURST SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2013**

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>EXPENDITURES (Continued)</u>									
<u>General Current Expense (Continued)</u>									
Undistributed Expenditures - Student Transportation Services:									
Salaries of Non-Instructional Aides	11-000-270-107	\$ 29,575	\$ -	\$ 5,343	\$ -	\$ 34,918	\$ 34,917	\$ 1	\$ -
Salaries for Pupil Trans. (Between Home and School) R	11-000-270-160	29,007	-	(1,879)	-	27,128	27,127	1	-
Salaries for Pupil Trans. (Between Home and School) -	11-000-270-161	29,007	-	(1,879)	-	27,128	27,127	1	-
Sal. for Pupil Trans. (Other Than Bet. Home and Sch)	11-000-270-162	30,000	-	4,441	-	34,441	34,440	1	-
Cleaning, Repair and Maintenance Services	11-000-270-420	25,000	-	15,343	-	40,343	40,343	-	-
Lease Purchase Payments - School Buses	11-000-270-443	40,000	-	(40,000)	-	-	-	-	-
Aid in Lieu	11-000-270-504	-	-	2,652	-	2,652	2,652	-	-
Contr Serv (Other Than Bet Home and Sch) - Vendors	11-000-270-512	35,200	-	20,787	-	55,987	55,987	-	-
Contr Serv (Bet Home and Sch) - Joint Agreements	11-000-270-513	62,000	-	54,083	-	116,083	116,082	1	-
Contr Serv (Special Ed Students) - Joint Agreements	11-000-270-515	330,000	-	64,862	-	394,862	394,851	11	-
Miscellaneous Purchased Services - Transportation	11-000-270-593	22,780	-	-	-	22,780	22,780	-	-
Transportation Supplies	11-000-270-615	20,000	-	(220)	-	19,780	19,779	1	-
Other Objects	11-000-270-800	1,000	-	(275)	-	725	725	-	-
		<u>\$ 653,569</u>	<u>\$ -</u>	<u>\$ 123,258</u>	<u>\$ -</u>	<u>\$ 776,827</u>	<u>\$ 776,810</u>	<u>\$ 17</u>	<u>\$ -</u>
Unallocated Benefits - Employee Benefits:									
Social Security Contributions	11-000-291-220	\$ 350,000	\$ -	\$ 27,946	\$ -	\$ 377,946	\$ 377,941	\$ 5	\$ -
Other Retirement Contributions - PERS	11-000-291-241	331,000	-	16,909	-	347,909	347,909	-	-
Other Retirement Contributions - Deferred PERS	11-000-291-248	12,958	-	169	-	13,127	13,127	-	-
Unemployment Compensation	11-000-291-250	75,000	-	(4,337)	-	70,663	70,663	-	-
Workmen's Compensation	11-000-291-260	141,885	-	21,749	-	163,634	163,634	-	-
Health Benefits	11-000-291-270	4,980,385	-	(267,265)	-	4,713,120	4,713,120	-	-
Other Employee Benefits	11-000-291-290	66,183	-	512,953	-	579,136	579,135	1	-
		<u>\$ 5,957,411</u>	<u>\$ -</u>	<u>\$ 308,124</u>	<u>\$ -</u>	<u>\$ 6,265,535</u>	<u>\$ 6,265,529</u>	<u>\$ 6</u>	<u>\$ -</u>
TPAF Pension (On-Behalf - Non-Budgeted)		\$ -	\$ -	\$ -	\$ -	\$ -	2,196,063	\$ (2,196,063)	\$ -
TPAF Social Security (Reimbursed - Non-Budgeted)		\$ -	\$ -	\$ -	\$ -	\$ -	1,141,939	\$ (1,141,939)	\$ -
Total Undistributed Expenditures		<u>\$ 19,610,127</u>	<u>\$ -</u>	<u>\$ 117,848</u>	<u>\$ -</u>	<u>\$ 19,727,975</u>	<u>\$ 23,037,465</u>	<u>\$ (3,309,490)</u>	<u>\$ -</u>
Total Expenditures - Current Expense		<u>\$ 34,237,998</u>	<u>\$ -</u>	<u>\$ (58,791)</u>	<u>\$ -</u>	<u>\$ 34,179,207</u>	<u>\$ 37,488,669</u>	<u>\$ (3,309,462)</u>	<u>\$ -</u>

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
<u>Capital Outlay</u>									
Equipment:									
Undistributed Expenditures - Operation & Maintenance	12-000-263-730	\$ -	\$ -	\$ 3,350	\$ -	\$ 3,350	\$ 3,350	\$ -	\$ -
Facilities Acquisition and Construction Services:									
Other Purchased Professional and Technical Services	12-000-400-390	\$ -	\$ -	\$ 8,400	\$ -	\$ 8,400	\$ 8,400	\$ -	\$ -
Construction Services	12-000-400-450	-	-	350,000	143,000	493,000	484,600	8,400	-
Assessment for Debt Service on SDA Funding	12-000-400-896	24,331	-	-	-	24,331	24,331	-	-
		\$ 24,331	\$ -	\$ 358,400	\$ 143,000	\$ 525,731	\$ 517,331	\$ 8,400	\$ -
Total Capital Outlay		\$ 24,331	\$ -	\$ 361,750	\$ 143,000	\$ 529,081	\$ 520,681	\$ 8,400	\$ -
<u>Charter Schools</u>									
Transfers to Charter Schools	10-000-100-56X	\$ 56,364	\$ -	\$ 55,441	\$ -	\$ 111,805	\$ 111,805	\$ -	\$ -
Total Expenditures		\$ 34,318,693	\$ -	\$ 358,400	\$ 143,000	\$ 34,820,093	\$ 38,121,155	\$ (3,301,062)	\$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures		\$ 213,788	\$ -	\$ (358,400)	\$ (143,000)	\$ (287,612)	\$ (52,194)	\$ 235,418	\$ -

LYNDHURST SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FISCAL YEAR ENDED JUNE 30, 2013

Account Number	Original Budget	Budget Amendments	Budget Transfers	Prior Year Encumbrances	Final Budget	Actual	Variance to Final Favorable / (Unfavorable)	Encumbered (Memo Only)
Other Financing Sources (Uses):								
Operating Transfers:								
Food Service Enterprise Fund	11-000-310-930	\$ (285,000)	\$ -	\$ -	\$ -	\$ (285,000)	\$ (285,000)	\$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures and Expenditures and Other Financing Uses								
		\$ (71,212)	\$ -	\$ (358,400)	\$ (143,000)	\$ (572,612)	\$ (337,194)	\$ 235,418
Fund Balances, July 1								
		970,804	-	-	-	970,804	970,804	-
Fund Balances, June 30								
		\$ 899,592	\$ -	\$ (358,400)	\$ (143,000)	\$ 398,192	\$ 633,610	\$ 235,418

Recapitulation of Excess (Deficiency) of Revenues Under Expenditures:

Adjustment for Prior Year Encumbrances	\$ -	\$ -	\$ -	\$ (143,000)	\$ (143,000)	\$ (143,000)	\$ -
Budgeted Fund Balance - Original	(71,212)	-	-	-	(71,212)	(71,212)	-
Budgeted Fund Balance - Additional	-	-	(358,400)	-	(358,400)	(122,982)	235,418
	\$ (71,212)	\$ -	\$ (358,400)	\$ (143,000)	\$ (572,612)	\$ (337,194)	\$ 235,418

Recapitulation of Fund Balance:

Reserve for Encumbrances	\$ -
Designated for Subsequent Year's Expenditures	65,218
Unreserved - Undesignated	568,392
	<u>633,610</u>
	-

Reconciliation to Governmental Funds Statements (GAAP):

Last State Aid Payment(s) not recognized on GAAP basis	(134,867)
Fund Balance per Governmental Funds (GAAP) (Exhibit B-1)	<u>\$ 498,743</u>

**LYNDHURST SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FISCAL YEAR ENDED JUNE 30, 2013**

Note 1 Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-1,2) Difference - budget to GAAP:	\$ 38,068,961	\$ 1,132,556
State aid payment recognized for GAAP purposes, not recognized for budgetary statements	115,881	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements	(134,867)	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds (B-2)	<u>\$ 38,049,975</u>	<u>\$ 1,132,556</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 38,121,155	\$ 1,132,556
Differences - budget to GAAP		
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.	-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 38,121,155</u>	<u>\$ 1,132,556</u>

LYNDHURST SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
Fiscal Year Ended June 30, 2013

	FY2013 <u>231</u>	FY2013 <u>270</u>	FY2012 <u>270</u> N.C.L.B.	FY2013 <u>241</u>	FY2012 <u>241</u>	FY2013 <u>250</u>	FY2012 <u>250</u> I.D.E.A. Part B (Handicapped)	FY2013 <u>251</u>	FY2012 <u>251</u>
	Title I - Part A	Title II - Part A	Title II - Part A	Title III	Title III	Basic	Basic	Preschool	Preschool
REVENUES									
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	260,708	54,645	52	7,588	525	610,339	5,592	24,992	108
Total Revenues	\$ 260,708	\$ 54,645	\$ 52	\$ 7,588	\$ 525	\$ 610,339	\$ 5,592	\$ 24,992	\$ 108
EXPENDITURES									
Instruction:									
Salaries of Teachers 100-101	\$ 210,500	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Purchased Services 100-300	3,792	1,654	-	-	-	-	-	-	-
Other Purchased Services 100-500	-	-	-	-	-	561,879	-	24,992	108
General Supplies 100-600	-	2,527	52	7,198	523	1,861	-	-	-
Textbooks 100-640	-	-	-	-	-	-	-	-	-
Total Instruction	\$ 214,292	\$ 14,181	\$ 52	\$ 7,198	\$ 523	\$ 563,740	\$ -	\$ 24,992	\$ 108
Support Services:									
Personal Services - Employee Benefits 200-200	46,416	-	-	-	-	-	-	-	-
Purchased Professional - Educational Services 200-320	-	-	-	-	-	46,599	5,592	-	-
Purchased Technical Services 200-300	-	29,972	-	-	-	-	-	-	-
Other Purchased Services 200-500	-	9,866	-	259	-	-	-	-	-
Travel 200-580	-	626	-	131	2	-	-	-	-
Total Support Services	\$ 46,416	\$ 40,464	\$ -	\$ 390	\$ 2	\$ 46,599	\$ 5,592	\$ -	\$ -
Facilities Acquisition and Construction Services:									
Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Instructional Equipment 400-731	-	-	-	-	-	-	-	-	-
Non-Instructional Equipment 400-732	-	-	-	-	-	-	-	-	-
Total Facilities Acquisition and Construction Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenditures	\$ 260,708	\$ 54,645	\$ 52	\$ 7,588	\$ 525	\$ 610,339	\$ 5,592	\$ 24,992	\$ 108
Award	260,708	54,645	52	10,989	525	610,339	5,592	24,992	108
Deferred Revenue	-	-	-	3,401	-	-	-	-	-
Due to Grantor	-	-	-	-	-	-	-	-	-

LYNDHURST SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUD
Fiscal Year Ended June 30, 2013

	FY2013 501	FY2013 507	FY2013 508	FY2013 506	FY2013 502	FY2013 503	FY2013 509	FY2013	
	Ch. 193 N.J. Non-Public Handicapped Services				Ch. 192 N.J. Non-Public Auxiliary Services				
	N.J. Non-Public Textbook Aid	Examination & Classification	Corrective Speech	Supplementary Instruction	Compensatory Education	E.S.L.	N.J. Non-Public Nursing Aid	N.J. Non-Public Technology Aid	Total
REVENUES									
State Sources	\$ 14,527	\$ 19,107	\$ 23,202	\$ 10,060	\$ 70,893	\$ 4,689	\$ 20,169	\$ 5,360	\$ 168,007
Federal Sources	-	-	-	-	-	-	-	-	964,549
Total Revenues	\$ 14,527	\$ 19,107	\$ 23,202	\$ 10,060	\$ 70,893	\$ 4,689	\$ 20,169	\$ 5,360	\$ 1,132,556
EXPENDITURES									
Instruction:									
Salaries of Teachers 100-101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	220,500
Other Purchased Services 100-300	-	-	-	-	-	-	-	-	5,446
Other Purchased Services 100-500	-	-	-	-	-	-	-	-	586,979
General Supplies 100-600	-	-	-	-	-	-	-	-	12,161
Textbooks 100-640	14,527	-	-	-	-	-	-	-	14,527
Total Instruction	\$ 14,527	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 839,613
Support Services:									
Personal Services - Employee Benefits 200-200	-	-	-	-	-	-	-	-	46,416
Purchased Professional - Educational Services 200-320	-	19,107	23,202	10,060	70,893	4,689	20,169	-	200,311
Purchased Technical Services 200-300	-	-	-	-	-	-	-	-	29,972
Other Purchased Services 200-500	-	-	-	-	-	-	-	5,360	15,485
Travel 200-580	-	-	-	-	-	-	-	-	759
Total Support Services	\$ -	\$ 19,107	\$ 23,202	\$ 10,060	\$ 70,893	\$ 4,689	\$ 20,169	\$ 5,360	\$ 292,943
Facilities Acquisition and Construction Services:									
Buildings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Instructional Equipment 400-731	-	-	-	-	-	-	-	-	-
Non-Instructional Equipment 400-732	-	-	-	-	-	-	-	-	-
Total Facilities Acquisition and Construction Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenditures	\$ 14,527	\$ 19,107	\$ 23,202	\$ 10,060	\$ 70,893	\$ 4,689	\$ 20,169	\$ 5,360	\$ 1,132,556
Award	14,531	22,293	32,029	12,905	72,822	8,525	20,169	5,363	1,156,587
Deferred Revenue	-	-	-	-	-	-	-	-	3,401
Due to Grantor	4	3,186	8,827	2,845	1,929	3,836	-	3	20,630

SECTION "G" - ENTERPRISE FUNDS

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF NET POSITION
ENTERPRISE FUND
JUNE 30, 2013**

	<u>Food Service</u>
<u>ASSETS</u>	
Current Assets:	
Cash	\$ 24,865
Intergovernmental Receivable:	
State	394
Federal	17,287
Total Assets	<u>\$ 42,546</u>
 <u>LIABILITIES</u>	
Accounts Payable	<u>\$ 27,214</u>
 <u>NET POSITION</u>	
Unrestricted	<u>\$ 15,332</u>

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Food Service</u>
<u>OPERATING REVENUES</u>	
Charges for Services:	
Sales	<u>\$ 197,948</u>
<u>OPERATING EXPENSES</u>	
Salaries	\$ 304,095
Support Services - Employee Benefits	23,263
Cost of Goods Sold	2,128
Other Purchased Services	373,242
Supplies & Materials	150
	<u>\$ 702,878</u>
Operating Income (Loss)	<u>\$ (504,930)</u>
<u>NON-OPERATING REVENUES</u>	
Local Sources:	
Interest on Investments	\$ 301
State Sources:	
State School Lunch Program	5,042
Federal Sources:	
School Breakfast Program	9,238
National School Lunch Program	212,795
	<u>\$ 227,376</u>
Income (Loss) Before	
Other Financing Sources (Uses)	\$ (277,554)
Other Financing Sources (Uses):	
Operating Transfers:	
General Fund	<u>\$ 285,000</u>
Change in Net Position	\$ 7,446
Total Net Position - Beginning	7,886
Total Net Position - Ending	<u><u>\$ 15,332</u></u>

**LYNDHURST SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Food Service</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Receipts from Sales	\$ 198,943
Payments for Operating Expenses	(706,524)
	<u>\$ (507,581)</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</u>	
Local Sources	\$ 285,301
State Sources	5,586
Federal Sources	219,274
	<u>\$ 510,161</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>	
Purchase of Capital Assets	<u>\$ -</u>
Net Increase (Decrease) in Cash	<u>\$ 2,580</u>
Balance - Beginning of Year	22,285
Balance - End of Year	<u><u>\$ 24,865</u></u>
	-
Reconciliation of Operating Income (Loss) to Net Cash Provided	
(Used) by Operating Activities:	
Operating Income (Loss)	\$ (504,930)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by	
(Used for) Operating Activities:	
(Increase) Decrease in Accounts Receivable	995
Increase (Decrease) in Accounts Payable	(3,646)
Net Cash Provided by (used for)	
Operating Activities	<u><u>\$ (507,581)</u></u>

SECTION "H" - FIDUCIARY FUNDS

LYNDHURST SCHOOL DISTRICT
 FIDUCIARY FUNDS
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 AS OF JUNE 30, 2013

	Agency Funds			Scholarship Trust	Total
	Student Activity	Payroll	Total		
<u>ASSETS</u>					
Cash	\$ 292,297	\$ 884,668	\$ 1,176,965	\$ 73,296	\$ 1,250,261
<u>LIABILITIES</u>					
Due to Student Groups	\$ 292,297	\$ -	\$ 292,297	\$ -	\$ 292,297
Payroll, Deductions and Withholdings Payable	-	884,668	884,668	-	884,668
Total Liabilities	\$ 292,297	\$ 884,668	\$ 1,176,965	\$ -	\$ 1,176,965
<u>NET POSITION</u>					
Unrestricted	\$ -	\$ -	\$ -	\$ 73,296	\$ 73,296

LYNDHURST SCHOOL DISTRICT
 FIDUCIARY FUNDS
 SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Scholarship Trust</u>
<u>REVENUES</u>	
Earnings on Investments	<u>\$ 365</u>
<u>EXPENDITURES</u>	
Scholarships	<u>370</u>
	<u>\$ (5)</u>
Net Position, July 1	<u>73,301</u>
Net Position, June 30	<u><u>\$ 73,296</u></u>

**LYNDHURST SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	Balance July 1, 2012	Cash Receipts	Cash Disbursements	Balance June 30, 2013
Elementary Student Activities	\$ 26,193	\$ 100,045	\$ 101,341	\$ 24,897
High School Student Activities	188,567	467,692	409,257	247,002
Student Athletics	15,229	79,573	76,295	18,507
Project Graduation	-	69,824	67,933	1,891
	<u>\$ 229,989</u>	<u>\$ 717,134</u>	<u>\$ 654,826</u>	<u>\$ 292,297</u>

**LYNDHURST SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

	Balance July 1, 2012	Additions	Deletions	Balance June 30, 2013
<u>ASSETS</u>				
Cash:				
Net Payroll Account	\$ -	\$ 11,781,974	\$ 11,780,852	\$ 1,122
Payroll Agency Account	201,276	22,732,994	22,910,686	23,584
Summer Payment Plan Account	857,542	859,962	857,542	859,962
	<u>\$ 1,058,818</u>	<u>\$ 35,374,930</u>	<u>\$ 35,549,080</u>	<u>\$ 884,668</u>
<u>LIABILITIES</u>				
Payroll, Deductions and Withholdings Payable	<u>\$ 1,058,818</u>	<u>\$ 35,374,930</u>	<u>\$ 35,549,080</u>	<u>\$ 884,668</u>

SECTION "I" - LONG-TERM DEBT

**LYNDHURST SCHOOL DISTRICT
SCHEDULE OF SERIAL BONDS
FISCAL YEAR ENDED JUNE 30, 2013**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Amount Outstanding June 30, 2012</u>	<u>Issued Current Year</u>	<u>Retired Current Year</u>	<u>Amount Outstanding June 30, 2013</u>
School Bonds	07/01/01	\$ 6,190,000	\$ 3,690,000	\$ -	\$ 300,000	\$ 3,390,000
Pension Refunding Bonds	03/15/03	\$ 2,030,000	985,000	-	140,000	845,000
			<u>\$ 4,675,000</u>	<u>\$ -</u>	<u>\$ 440,000</u>	<u>\$ 4,235,000</u>

LYNDHURST SCHOOL DISTRICT
DEBT SERVICE FUND BUDGETARY COMPARISON SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2013

	Account Number	Original Budget	Budget Transfers	Final Budget	Actual	Variance Favorable / (Unfavorable)
<u>REVENUES</u>						
Local Sources:						
Local Tax Levy	40-1210	\$ 656,818	\$ -	\$ 656,818	\$ 656,818	\$ -
<u>EXPENDITURES</u>						
Regular Debt Service						
Interest on Early Retirement Bonds	40-701-510-835	\$ 51,578	\$ -	\$ 51,578	\$ 51,578	\$ -
Redemption of Principal - Early Retirement Bonds	40-701-510-910	140,000	-	140,000	140,000	-
Interest on Bonds	40-701-510-834	165,240	-	165,240	165,240	-
Redemption of Principal	40-701-510-910	300,000	-	300,000	300,000	-
Total Expenditures		\$ 656,818	\$ -	\$ 656,818	\$ 656,818	\$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures						
		-	-	-	-	-
Fund Balances, July 1						
		-	-	-	-	-
Fund Balances, June 30						
		\$ -	\$ -	\$ -	\$ -	\$ -

LYNDHURST SCHOOL DISTRICT
Comprehensive Annual Financial Report
Statistical Section

LYNDHURST SCHOOL DISTRICT
NET POSITION BY COMPONENT (District)
(Unaudited)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Governmental activities										
Invested in capital assets, net of related debt	\$ 19,822,284	\$ 19,077,883	\$ 18,952,883	\$ 17,577,883	\$ 17,145,263	\$ 23,274,783	\$ 17,751,185	\$ 18,081,127	\$ 17,907,757	\$ 15,524,668
Restricted	65,218	214,212	107,245	-	-	2	393,956	284	11,453	236,679
Unrestricted	(2,603,084)	(2,694,321)	(2,833,186)	(1,966,931)	(1,825,315)	(8,118,628)	(3,596,201)	(2,192,291)	(2,201,994)	(665,533)
Total governmental activities	\$ 17,284,418	\$ 16,597,774	\$ 16,226,942	\$ 15,610,952	\$ 15,319,948	\$ 15,156,157	\$ 14,548,940	\$ 15,889,120	\$ 15,717,216	\$ 15,095,814
Business-type activities										
Invested in capital assets, net of related debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	15,332	7,886	35,116	16,934	17,199	18,350	44,255	59,115	41,425	75,815
Total business-type activities	\$ 15,332	\$ 7,886	\$ 35,116	\$ 16,934	\$ 17,199	\$ 18,350	\$ 44,255	\$ 59,115	\$ 41,425	\$ 75,815
District-wide										
Invested in capital assets, net of related debt	\$ 19,822,284	\$ 19,077,883	\$ 18,952,883	\$ 17,577,883	\$ 17,145,263	\$ 23,274,783	\$ 17,751,185	\$ 18,081,127	\$ 17,907,757	\$ 15,524,668
Restricted	65,218	214,212	107,245	-	-	2	393,956	284	11,453	236,679
Unrestricted	(2,587,752)	(2,686,435)	(2,798,070)	(1,949,997)	(1,808,116)	(8,100,278)	(3,551,946)	(2,133,176)	(2,160,569)	(589,718)
Total district-wide net position	\$ 17,299,750	\$ 16,605,660	\$ 16,262,058	\$ 15,627,886	\$ 15,337,147	\$ 15,174,507	\$ 14,593,195	\$ 15,948,235	\$ 15,758,641	\$ 15,171,629

**LYNDHURST SCHOOL DISTRICT
CHANGES IN NET POSITION (District)
(Unaudited)**

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Expenses										
Governmental Activities:										
Instruction										
Regular Programs	\$ 11,251,065	\$ 10,850,650	\$ 10,258,383	\$ 10,396,628	\$ 10,271,102	\$ 9,843,904	\$ 9,712,168	\$ 9,651,757	\$ 9,163,160	\$ 8,827,595
Special Education	3,068,156	3,041,577	2,883,630	2,885,367	2,089,010	2,031,642	1,968,877	1,780,657	2,041,499	1,929,674
Basic Skills - Remedial Instruction	411,454	526,616	497,055	516,898	542,798	519,204	457,076	399,689	320,521	294,040
Bilingual Education	137,768	114,718	116,590	111,418	104,344	106,068	100,527	98,222	83,278	103,285
School Sponsored Cocurricular Activities	180,297	158,099	151,767	167,481	161,805	153,243	165,780	154,936	157,980	153,168
School Sponsored Athletics	534,520	533,944	449,594	439,849	433,813	389,549	377,962	356,022	335,711	308,987
Alternative Education Program	500	-	500	500	-	-	-	-	-	-
Undistributed Expenditures:										
Instruction	3,084,816	3,072,615	3,330,268	4,286,863	3,905,443	3,723,516	3,343,210	2,709,441	2,071,827	1,969,333
Attendance and Social Work	63,316	86,298	32,735	44,922	83,380	73,782	67,966	63,244	58,639	53,945
Health Services	474,743	553,887	540,898	585,717	602,789	556,444	474,108	403,969	381,427	368,040
Other Support Services - Students Related Svc	580,463	588,084	700,532	516,266	529,504	515,673	453,466	370,843	357,806	326,773
Other Support Services - Students Ext Svcs	3,707	15,756	15,176	13,804	24,552	9,402	-	1,720	18,862	21,102
Other Support Services - Students Regular	613,607	716,975	750,127	718,033	635,967	652,995	634,412	624,094	614,435	591,298
Other Support Services - Students Special	638,418	649,348	638,771	662,917	687,152	658,789	619,833	573,289	551,021	528,775
Improvement of Instructional Services	923,249	838,522	817,590	688,241	535,941	521,591	506,312	499,458	484,046	471,737
Educational Media Services/School Library	2,516	118,927	110,475	111,429	119,383	107,954	116,463	112,677	108,358	77,402
Instructional Staff Training Services	3,347	44,530	68,401	66,265	64,855	60,671	110,167	103,543	97,171	93,588
Support Services - General Administration	977,981	1,014,482	993,483	992,475	927,451	914,452	916,307	978,742	925,316	1,045,687
Support Services - School Administration	1,811,058	1,611,203	1,500,106	1,498,398	1,432,945	1,461,553	1,481,003	1,344,596	1,265,839	1,305,289
Central Services	579,310	628,389	484,777	389,200	398,387	373,665	315,991	286,017	421,548	419,751
Required Maintenance for School Facilities	1,186,371	737,504	552,976	406,610	483,078	434,097	394,734	341,819	1,488,255	1,550,081
Custodial Services	1,600,385	1,826,736	1,785,479	1,408,168	1,294,668	1,342,662	1,291,249	1,422,342	739,245	761,491
Care & Upkeep of Grounds	77,987	54,083	13,715	4,026	-	-	-	-	-	-
Security	35,850	34,934	36,705	29,335	-	-	-	-	-	-
Student Transportation Services	776,810	663,149	839,842	903,699	792,493	912,586	994,260	861,087	276,464	294,280
Allocated and Unallocated Employee Benefits	6,107,106	6,107,637	5,718,235	5,600,379	4,892,766	4,453,197	4,829,653	3,888,117	3,423,221	3,586,140
TPAF Pension	2,196,063	1,473,058	1,051,954	1,000,167	969,669	2,106,442	2,052,735	1,109,573	837,070	791,064
TPAF Social Security	1,141,939	1,211,608	1,171,264	1,153,079	1,119,367	1,074,768	1,029,913	1,000,599	927,678	907,451
Capital Outlay	727,982	362,719	383,000	273,554	364,647	(266,362)	532,558	584,031	-	604,010
Charter Schools	111,805	55,086	1,157	-	-	-	-	-	-	-
Special Schools	-	-	-	-	-	-	-	-	-	7,346
Debt Service:	-	-	-	-	-	-	-	-	-	-
Principal on Commissioner Approved LP Agreement	-	-	-	-	-	-	-	-	-	-
Interest on Commissioner Approved LP Agreement	-	-	-	-	-	3,306	7,525	11,525	15,319	18,917
Interest on Early Retirement Bonds	51,578	58,058	63,973	69,348	74,208	78,405	81,925	84,707	-	-
Redemption of Principal - Early Retirement Bonds	-	-	-	-	-	-	-	105,000	-	-
Interest on Bonds	165,240	179,040	192,840	206,640	219,290	230,790	242,290	253,790	351,110	365,807
Redemption of Principal	-	-	-	-	-	-	-	(105,000)	-	-
Total Governmental Activities Expenses	\$ 39,519,407	\$ 37,928,232	\$ 36,151,998	\$ 36,147,676	\$ 33,760,807	\$ 33,043,988	\$ 33,278,470	\$ 30,070,506	\$ 27,516,806	\$ 27,776,056
Business-Type Activities:										
Food Service	\$ 702,878	\$ 689,129	\$ 668,626	\$ 602,406	\$ 576,973	\$ 579,984	\$ 520,515	\$ 496,934	\$ 444,160	\$ 385,471
Before/After School Child Care	-	34,954	218,796	124,682	233,639	240,517	225,336	222,865	194,303	161,355
Saturday Enrichment	-	-	-	-	-	-	-	940	560	1,900
Total Business-Type Activities Expenses	\$ 702,878	\$ 724,083	\$ 887,422	\$ 727,088	\$ 810,612	\$ 820,501	\$ 745,851	\$ 720,739	\$ 639,023	\$ 548,726
Total District Expenses	\$ 40,222,285	\$ 38,652,315	\$ 37,039,420	\$ 36,874,764	\$ 34,571,419	\$ 33,864,489	\$ 34,024,321	\$ 30,791,245	\$ 28,155,829	\$ 28,324,782

**LYNDHURST SCHOOL DISTRICT
CHANGES IN NET POSITION (District)
(Unaudited)**

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Program Revenues										
Governmental Activities:										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 7,715	\$ 4,060	\$ 12,006	\$ -	\$ -	\$ -
Operating Grants and Contributions	6,334,844	5,456,695	4,845,962	5,665,397	4,303,864	4,912,222	5,824,749	4,843,669	4,519,259	4,518,408
Capital Grants and Contributions	-	-	-	49,099	-	-	-	-	-	-
Total Governmental Activities Program Revenues	\$ 6,334,844	\$ 5,456,695	\$ 4,845,962	\$ 5,714,496	\$ 4,311,579	\$ 4,916,282	\$ 5,836,755	\$ 4,843,669	\$ 4,519,259	\$ 4,518,408
Business-Type Activities:										
Charges for Services	\$ 197,948	\$ 211,839	\$ 441,513	\$ 353,245	\$ 463,609	\$ 482,703	\$ 466,853	\$ 510,790	\$ 380,299	\$ 325,981
Operating Grants and Contributions	227,376	210,014	188,091	154,761	140,676	113,531	112,138	100,639	102,334	192,725
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities Program Revenues	425,324	421,853	629,604	508,006	604,285	596,234	578,991	611,429	482,633	518,706
Total District Program Revenues	\$ 6,760,168	\$ 5,878,548	\$ 5,475,566	\$ 6,222,502	\$ 4,915,864	\$ 5,512,516	\$ 6,415,746	\$ 5,455,098	\$ 5,001,892	\$ 5,037,114
Net (Expense)/Revenue										
Governmental Activities	\$ (33,184,563)	\$ (32,471,537)	\$ (31,306,036)	\$ (30,433,180)	\$ (29,449,228)	\$ (28,127,706)	\$ (27,441,715)	\$ (25,226,837)	\$ (22,997,547)	\$ (23,257,648)
Business-Type Activities	(277,554)	(302,230)	(257,818)	(219,082)	(206,327)	(224,267)	(166,860)	(109,310)	(156,390)	(30,020)
Total District-Wide	\$ (33,462,117)	\$ (32,773,767)	\$ (31,563,854)	\$ (30,652,262)	\$ (29,655,555)	\$ (28,351,973)	\$ (27,608,575)	\$ (25,336,147)	\$ (23,153,937)	\$ (23,287,668)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Local Tax Levy	32,976,035	32,684,721	31,807,753	29,711,738	28,477,291	27,502,953	26,525,895	\$ 25,013,799	\$ 23,355,817	\$ 22,336,418
Unrestricted Miscellaneous Revenues	147,309	172,353	451,073	262,376	139,738	136,975	218,770	164,293	80,423	109,606
State Sources	381,161	260,295	-	1,004,607	326,318	652,395	355,435	157,659	352,709	296,661
Federal Sources	-	-	-	28,957	828,219	811,405	2,933	283	-	-
Other Financing Sources	-	-	-	-	-	-	-	-	-	-
Interest Earned on Capital Reserve Funds	-	-	-	-	-	-	-	-	-	-
Capital Asset Adjustments	651,702	-	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	(809,498)	189,707	-	(900,125)
Transfers	(285,000)	(275,000)	(336,800)	(283,494)	(281,496)	(245,856)	(192,000)	(127,000)	(170,000)	(147,357)
Total Governmental Activities	\$ 33,871,207	\$ 32,842,369	\$ 31,922,026	\$ 30,724,184	\$ 29,490,070	\$ 28,857,872	\$ 26,101,535	\$ 25,398,741	\$ 23,618,949	\$ 21,695,203
Business-Type Activities:										
Unrestricted Miscellaneous Revenues	\$ -	\$ -	\$ -	\$ 817	\$ 1,176	\$ 1,362	\$ -	\$ -	\$ -	\$ -
Transfers	285,000	275,000	276,000	218,000	204,000	197,000	152,000	127,000	122,000	-
Total business-type activities	\$ 285,000	\$ 275,000	\$ 276,000	\$ 218,817	\$ 205,176	\$ 198,362	\$ 152,000	\$ 127,000	\$ 122,000	\$ -
Total district-wide	\$ 34,156,207	\$ 33,117,369	\$ 32,198,026	\$ 30,943,001	\$ 29,695,246	\$ 29,056,234	\$ 26,253,535	\$ 25,525,741	\$ 23,740,949	\$ 21,695,203
Change in Net Position										
Governmental Activities	\$ 686,644	\$ 370,832	\$ 615,990	\$ 291,004	\$ 40,842	\$ 730,166	\$ (1,340,180)	\$ 171,904	\$ 621,402	\$ (1,562,445)
Business-Type Activities	7,446	(27,230)	18,182	(265)	(1,151)	(25,905)	(14,860)	17,690	(34,390)	(30,020)
Total District	\$ 694,090	\$ 343,602	\$ 634,172	\$ 290,739	\$ 39,691	\$ 704,261	\$ (1,355,040)	\$ 189,594	\$ 587,012	\$ (1,592,465)
Net Position - Beginning	16,605,660	16,262,058	15,627,886	15,337,147	15,297,456	14,593,195	15,948,235	15,758,641	15,171,629	16,764,094
Net Position - Ending	\$ 17,299,750	\$ 16,605,660	\$ 16,262,058	\$ 15,627,886	\$ 15,337,147	\$ 15,297,456	\$ 14,593,195	\$ 15,948,235	\$ 15,758,641	\$ 15,171,629

LYNDHURST SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS (District)
(Unaudited)

	2013	2012	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Fund											
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	498,743	854,923	854,923	786,065	602,031	557,524	463,301	642,302	1,272,494	1,367,791	1,127,179
Total General Fund	\$ 498,743	\$ 854,923	\$ 854,923	\$ 786,065	\$ 602,031	\$ 557,524	\$ 463,301	\$ 642,302	\$ 1,272,494	\$ 1,367,791	\$ 1,127,179
All Other Governmental Funds											
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:											
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-	-
Capital Projects Fund	-	-	-	-	49,105	-	-	-	-	-	-
Debt Service Fund	-	-	-	-	-	1	3	174	284	11,453	236,679
Total all Other Governmental Funds	\$ -	\$ -	\$ -	\$ -	\$ 49,105	\$ 1	\$ 3	\$ 174	\$ 284	\$ 11,453	\$ 236,679
Total Governmental Funds	\$ 498,743	\$ 854,923	\$ 854,923	\$ 786,065	\$ 651,136	\$ 557,525	\$ 463,304	\$ 642,476	\$ 1,272,778	\$ 1,379,244	\$ 1,363,858

LYNDHURST SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS (District)
(Unaudited)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Revenues:										
Local Tax Levy	\$ 32,976,035	\$ 32,684,721	\$ 31,807,753	\$ 29,711,738	\$ 28,477,291	\$ 27,502,953	\$ 26,525,895	\$ 25,013,799	\$ 23,355,817	\$ 22,336,418
Tuition	-	-	-	-	7,715	4,060	12,006	-	-	-
Unrestricted Miscellaneous Revenues	147,309	172,353	451,073	262,376	139,738	136,975	218,770	164,293	80,423	109,606
State Sources	5,686,705	4,698,506	3,809,562	5,013,681	4,753,131	5,564,617	5,337,436	4,385,315	4,011,894	4,004,319
Federal Sources	1,029,300	1,018,484	1,036,400	1,734,379	828,219	811,405	845,681	844,004	860,074	810,750
Total Revenue	\$ 39,839,349	\$ 38,574,064	\$ 37,104,788	\$ 36,722,174	\$ 34,206,094	\$ 34,020,010	\$ 32,939,788	\$ 30,407,411	\$ 28,308,208	\$ 27,261,093
Expenditures:										
Instruction										
Regular Programs	\$ 11,251,065	\$ 10,850,650	\$ 10,258,383	\$ 10,396,628	\$ 10,271,102	\$ 9,843,904	\$ 9,712,168	\$ 9,598,188	\$ 9,109,118	\$ 8,784,028
Special Education	3,068,156	3,041,577	2,883,630	2,885,367	2,089,010	2,031,642	1,968,877	1,770,774	2,029,459	1,920,151
Basic Skills - Remedial Instruction	411,454	526,616	497,055	516,898	542,798	519,204	457,076	397,471	318,631	292,589
Bilingual Education	137,768	114,718	116,590	111,418	104,344	106,068	100,527	97,677	82,787	102,775
School Sponsored Cocurricular Activities	180,297	158,099	151,767	167,481	161,805	153,243	165,780	154,076	157,048	152,412
School Sponsored Athletics	534,520	533,944	449,594	439,849	433,813	389,549	377,962	354,046	333,731	307,462
Alternative Education Program	500	-	500	500	-	-	-	-	-	-
Support Services:										
Instruction	3,084,816	3,072,615	3,330,268	4,286,863	3,905,443	3,723,516	3,343,210	2,694,403	2,059,608	1,959,614
Attendance and Social Work	63,316	86,298	32,735	44,922	83,380	73,782	67,966	62,893	58,293	53,679
Health Services	474,743	553,887	540,898	585,717	602,789	556,444	474,108	401,727	379,177	366,224
Other Support Services - Students Related Serv	580,463	588,084	700,532	516,266	529,504	515,673	453,466	368,785	355,696	325,160
Speech, OT, PT, Related Services	3,707	15,756	15,176	13,804	24,552	9,402	-	1,710	18,751	20,998
Guidance	613,607	716,975	750,127	718,033	635,967	652,995	634,412	620,630	610,811	588,380
Child Study Team	638,418	649,348	638,771	662,917	687,152	658,789	619,833	570,107	547,771	526,165
Improvement of Instructional Services	923,249	838,522	817,590	688,241	535,941	521,591	506,312	496,686	481,191	469,409
Educational Media Services/School Library	2,516	118,927	110,475	111,429	119,383	107,954	116,463	112,052	107,719	77,020
Instructional Staff Training Services	3,347	44,530	68,401	66,265	64,855	60,671	110,167	102,968	96,598	93,126
Support Services - General Administration	977,981	1,014,482	993,483	992,475	927,451	914,452	916,307	973,310	919,859	1,040,526
Support Services - School Administration	1,811,058	1,611,203	1,500,106	1,498,398	1,432,945	1,461,553	1,481,003	1,337,133	1,258,373	1,298,847
Central Services	579,310	628,389	484,777	389,200	398,387	373,665	315,991	284,430	419,062	417,679
Required Maintenance for School Facilities	1,186,371	737,504	552,976	406,610	483,078	434,097	394,734	339,922	1,479,478	1,542,431
Custodial Services	1,600,385	1,826,736	1,785,479	1,408,168	1,294,668	1,342,662	1,291,249	1,414,448	734,885	757,733
Care and Upkeep of Grounds	77,987	54,083	13,715	4,026	-	-	-	-	-	-
Security	35,850	34,934	36,705	29,335	-	-	-	-	-	-
Student Transportation Services	776,810	663,149	839,842	903,699	792,493	912,586	994,260	856,308	274,833	292,828
Allocated and Unallocated Employee Benefits	6,265,529	6,149,611	5,944,296	5,365,152	4,756,856	4,563,937	4,339,717	3,866,538	3,450,677	3,241,042
TPAF Pension	2,196,063	1,473,058	1,051,954	1,000,167	969,669	2,106,442	2,052,735	1,109,573	837,070	791,064
TPAF Social Security	1,141,939	1,211,608	1,171,264	1,153,079	1,119,367	1,074,768	1,029,913	1,000,599	927,678	907,451
Sub-Total	\$ 38,621,225	\$ 37,315,303	\$ 35,737,089	\$ 35,362,907	\$ 32,966,752	\$ 33,108,589	\$ 31,924,236	\$ 28,986,454	\$ 27,048,304	\$ 26,328,793

LYNDHURST SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS (District)
(Unaudited)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Capital Outlay	\$ 520,681	\$ 187,719	\$ 209,157	\$ 281,174	\$ 200,127	\$ 85,647	\$ 684,744	\$ 584,031	\$ 333,513	\$ 604,010
Charter School	111,805	55,086	-	-	-	-	-	-	-	-
Debt Service:										
Principal on Commissioner Approved LP Agreem	-	-	-	-	-	81,589	77,370	73,370	69,576	65,979
Interest on Commissioner Approved LP Agreem	-	-	-	-	-	3,306	7,525	11,525	15,319	18,917
Interest on Early Retirement Bonds	51,578	58,058	63,973	69,348	74,208	78,405	81,925	84,707	-	-
Redemption of Principal - Early Retirement Bonds	140,000	135,000	130,000	125,000	120,000	115,000	110,000	105,000	-	-
Interest on Bonds	165,240	179,040	192,840	206,640	219,290	230,790	242,290	253,790	351,110	365,807
Redemption of Principal	300,000	300,000	300,000	300,000	250,000	250,000	250,000	250,000	305,000	300,000
Total Expenditures	\$ 39,910,529	\$ 38,230,206	\$ 36,633,059	\$ 36,345,069	\$ 33,830,377	\$ 33,953,326	\$ 33,378,090	\$ 30,348,877	\$ 28,122,822	\$ 27,683,506
Excess (Deficiency) of revenues over (under) expenditures	\$ (71,180)	\$ 343,858	\$ 471,729	\$ 377,105	\$ 375,717	\$ 66,684	\$ (438,302)	\$ 58,534	\$ 185,386	\$ (422,413)
Other Financing Sources (Uses)										
Serial Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of New Jersey - N.J.S.A. 18:7Q-15	-	-	-	-	-	-	-	-	-	-
Port Authority of NY & NJ Grant	-	-	-	-	-	-	-	-	-	-
Operating Transfers	(285,000)	(275,000)	(336,800)	(283,494)	(281,496)	(245,856)	(192,000)	(165,000)	(170,000)	(147,357)
Private Donation	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	\$ (285,000)	\$ (275,000)	\$ (336,800)	\$ (283,494)	\$ (281,496)	\$ (245,856)	\$ (192,000)	\$ (165,000)	\$ (170,000)	\$ (147,357)
Net change in fund balances	\$ (356,180)	\$ 68,858	\$ 134,929	\$ 93,611	\$ 94,221	\$ (179,172)	\$ (630,302)	\$ (106,466)	\$ 15,386	\$ (569,770)
Debt service as a percentage of noncapital expenditures	1.18%	1.26%	1.35%	1.40%	1.40%	1.42%	1.51%	1.69%	2.36%	2.46%

LYNDHURST SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE (District)
(Unaudited)

Fiscal Year Ended June 30.	Tuition	Interest on Investments	Rent	State Health Benefits Rebate	Prior Year Refunds/ Credits	Adult Education Fees	Credits & Adjustments	Miscellaneous	Total
2013	-	6,572	98,380	-	38,928	-	-	3,429	147,309
2012	-	-	64,300	-	104,340	-	-	3,713	172,353
2011	-	19,643	71,248	-	309,207	-	-	50,975	451,073
2010	1,915	15,782	159,775	-	71,762	-	10,988	2,148	262,370
2009	7,715	26,557	87,500	-	16,523	-	(3,307)	4,750	139,738
2008	4,060	77,203	32,500	-	14,480	-	-	12,792	141,035
2007	12,006	122,004	25,000	-	55,056	-	-	16,710	230,776
2006	12,019	38,392	-	-	53,931	-	-	34,281	138,623
2005	-	24,775	-	-	22,792	-	-	7,744	55,311
2004	-	21,184	-	-	40,813	-	-	21,299	83,296
2003	-	2,136	-	-	51,941	-	-	-	54,077
2002	-	10,993	-	-	15,533	-	-	-	26,526
2001	6,218	83,430	-	-	19,876	-	-	-	109,524
2000	-	96,224	-	-	56,869	-	-	-	153,093
1999	-	101,562	8,000	-	31,992	-	-	9,007	150,561
1998	800	120,188	-	-	12,323	28,354	-	31,526	193,191
1997	800	94,435	-	-	44,520	47,650	-	6,655	194,060
1996	9,358	94,329	-	-	83,439	39,682	-	19,172	245,980
1995	1,300	77,813	-	258,401	85,533	55,548	-	12,286	490,881
1994	1,300	16,671	-	-	27,275	56,550	-	20,869	122,665

LYNDHURST SCHOOL DISTRICT
 ASSESSED VALUE and ESTIMATED ACTUAL VALUE
 of TAXABLE PROPERTY (Municipality)
 (Unaudited)

Description	2012**		2011		2010		2009		2008	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
Net Valuations Taxable:										
Vacant Land	106	\$ 51,468,800	112	\$ 161,491,700	116	\$ 155,689,200	140	\$ 157,651,000	132	\$ 171,367,000
Residential	5112	1,562,667,400	5117	2,119,432,600	5113	2,114,056,800	5092	2,108,894,900	5084	2,100,885,000
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	325	404,209,800	327	467,476,050	327	469,021,100	321	450,421,800	323	460,341,500
Industrial	92	575,492,500	96	655,880,200	103	696,219,400	103	718,638,000	102	729,566,800
Apartments	54	56,843,600	53	62,855,700	52	61,743,700	53	89,243,700	51	62,057,300
Sub-Total	5689	2,650,682,100	5705	3,467,136,250	5711	3,496,730,200	5709	3,524,849,400	5692	3,524,217,600
Personal Property		4,652,311		6,647,733		6,577,516		6,512,570		3,946,801
Net Valuations Taxable		<u>2,655,334,411</u>		<u>3,473,783,983</u>		<u>3,503,307,716</u>		<u>3,531,361,970</u>		<u>3,528,164,401</u>
County Equalization Adjustment		282,231,509		(97,858,625)		(218,482)		(82,452,935)		(78,772,637)
County Equalized Valuations		<u>\$ 2,937,565,920</u>		<u>\$ 3,375,925,358</u>		<u>\$ 3,503,089,234</u>		<u>\$ 3,448,909,035</u>		<u>\$ 3,449,391,764</u>
County Equalization Ratio		<u>91.27%</u>		<u>103.73%</u>		<u>100.82%</u>		<u>103.27%</u>		<u>103.11%</u>
Average Residential Assessment		<u>\$ 305,686</u>		<u>\$ 414,194</u>		<u>\$ 413,467</u>		<u>\$ 414,158</u>		<u>\$ 413,235</u>
Total County Equalized Valuations		<u>\$ 173,258,537,441</u>		<u>\$ 173,258,537,441</u>		<u>\$ 183,412,099,706</u>		<u>\$ 187,580,071,463</u>		<u>\$ 182,767,512,263</u>
Municipal Percentage										
County Equalized Valuations		<u>1.70%</u>		<u>1.95%</u>		<u>1.91%</u>		<u>1.84%</u>		<u>1.89%</u>

**Revaluation Year

LYNDHURST SCHOOL DISTRICT
 ASSESSED VALUE and ESTIMATED ACTUAL VALUE
 of TAXABLE PROPERTY (Municipality)
 (Unaudited)

Description	2007		2006**		2005		2004		2003	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
Net Valuations Taxable:										
Vacant Land	134	\$ 171,122,400	129	\$ 170,988,700	170	\$ 53,112,300	149	\$ 33,906,300	146	\$ 34,515,700
Residential	5080	2,093,002,000	5087	2,091,288,700	5063	857,397,800	5063	851,058,500	5061	845,560,900
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	328	469,160,100	330	468,897,400	306	214,826,600	309	221,190,700	311	221,021,400
Industrial	101	673,322,100	100	672,083,500	99	276,304,600	100	275,511,600	99	275,198,800
Apartments	51	62,057,300	50	61,502,300	50	27,711,600	50	27,711,600	50	28,023,400
Sub-Total	5694	3,468,663,900	5696	3,464,760,600	5688	1,429,352,900	5671	1,409,378,700	5667	1,404,320,200
Personal Property		3,395,221		3,395,221		2,157,950		2,261,953		2,668,133
Net Valuations Taxable		3,472,059,121		3,468,155,821		1,431,510,850		1,411,640,653		1,406,988,333
County Equalization Adjustment		(354,239,177)		(823,180,695)		872,756,820		630,146,553		406,526,314
County Equalized Valuations		<u>\$ 3,117,819,944</u>		<u>\$ 2,644,975,126</u>		<u>\$ 2,304,267,670</u>		<u>\$ 2,041,787,206</u>		<u>\$ 1,813,514,647</u>
County Equalization Ratio		112.30%		132.34%		62.69%		69.80%		78.42%
Average Residential Assessment		<u>\$ 412,008</u>		<u>\$ 411,105</u>		<u>\$ 169,346</u>		<u>\$ 168,094</u>		<u>\$ 167,074</u>
Total County Equalized Valuations		<u>\$ 172,863,500,734</u>		<u>\$ 153,984,695,626</u>		<u>\$ 136,528,998,442</u>		<u>\$ 121,601,699,827</u>		<u>\$ 108,087,109,373</u>
Municipal Percentage										
County Equalized Valuations		<u>1.80%</u>		<u>1.72%</u>		<u>1.69%</u>		<u>1.68%</u>		<u>1.68%</u>

**Revaluation Year

**LYNDHURST SCHOOL DISTRICT
DIRECT and OVERLAPPING PROPERTY TAX RATES (Municipality)
(Unaudited)**

	2012**	2011	2010	2009	2008	2007	2006**	2005	2004	2003
NET VALUATIONS TAXABLE	\$ 2,655,334,411	\$ 3,473,783,983	\$ 3,503,307,716	\$ 3,531,361,970	\$ 3,528,164,401	\$ 3,472,059,121	\$ 3,468,155,821	\$ 1,431,510,850	\$ 1,411,640,653	\$ 1,406,988,333
TAX REQUIREMENTS										
County	\$ 6,301,846	\$ 6,886,226	\$ 6,663,683	\$ 6,212,674	\$ 5,967,116	\$ 5,256,991	\$ 4,668,674	\$ 4,369,270	\$ 4,073,626	\$ 3,756,598
County Open Space	73,439	84,398	87,577	344,891	344,939	311,782	264,497	230,427	204,179	90,676
Local School	32,830,378	32,246,237	30,759,746	29,094,514	27,990,122	27,014,424	25,769,847	24,184,808	22,846,117	22,449,582
Municipal - Local	27,421,715	25,836,662	25,997,381	24,031,493	23,491,674	22,655,215	19,501,068	16,931,092	15,933,094	15,673,851
Municipal - Minimum Library Tax	1,064,450	1,125,855	-	-	-	-	-	-	-	-
Total	\$ 67,691,828	\$ 66,179,378	\$ 63,508,387	\$ 59,683,572	\$ 57,793,851	\$ 55,238,412	\$ 50,204,086	\$ 45,715,597	\$ 43,057,016	\$ 41,970,707
TAX RATES										
County	0.238	0.199	0.191	0.176	0.170	0.151	0.135	0.305	0.289	0.267
County Open Space	0.003	0.003	0.002	0.010	0.010	0.010	0.010	0.010	0.010	0.005
Local School	1.237	0.928	0.878	0.824	0.793	0.778	0.743	1.689	1.618	1.596
Library	0.040	0.032	-	-	-	-	-	-	-	-
Municipal	1.032	0.744	0.742	0.681	0.666	0.661	0.562	1.196	1.143	1.122
Total	2.550	1.906	1.813	1.691	1.639	1.600	1.450	3.200	3.060	2.990

**Revaluation Year

**LYNDHURST SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS (Municipality)
(Unaudited)**

Taxpayer	Assessed Valuation	As a Percent of Total 2012 Net Valuations \$ 2,655,334,411
Avalon Bay Communities, Inc.	\$ 131,016,700	4.93%
Wells Operating Partnership (2 Properties)	68,064,100	2.56%
Chubb Funding, LLC	59,941,300	2.26%
Sika Chemical Corp. (2 Properties)	57,700,000	2.17%
Veterans Square Towne Center, LLC	35,633,600	1.34%
DGDJ 1-1200 WSW 337771, LLC (ETALS)	34,254,400	1.29%
Riverside Plz Urban RN, LLC (3 Properties)	32,396,800	1.22%
Lyndhurst Residential Comm 2, LLC	25,053,500	0.94%
Denholtz 1099 Wall Street, LLC (2 Properties)	24,860,200	0.94%
DDR-SAU Lew Andowski LLC (2 Properties)	24,326,900	0.92%
	<u>\$ 493,247,500</u>	

**LYNDHURST SCHOOL DISTRICT
PROPERTY TAX LEVIES and COLLECTIONS (Municipality)
(Unaudited)**

	<u>CY2012</u>	<u>CY2011</u>	<u>CY2010</u>	<u>TY2009</u>	<u>SFY2009</u>	<u>SFY2008</u>	<u>SFY2007</u>	<u>SFY2006</u>	<u>SFY2005</u>	<u>SFY2004</u>
Total Tax Levy	\$ 67,857,360	\$ 66,179,378	\$ 63,393,449	\$ 30,904,791	\$ 58,847,938	\$ 57,492,435	\$ 52,934,078	\$ 48,737,600	\$ 45,157,461	\$ 42,105,666
Total Credits	\$ 65,612,799	\$ 59,988,671	\$ 58,425,753	\$ 27,416,737	\$ 56,344,944	\$ 55,791,491	\$ 51,687,766	\$ 46,661,941	\$ 43,920,450	\$ 41,428,102
% of Tax Levy Collected	<u>96.69%</u>	<u>90.65%</u>	<u>92.16%</u>	<u>88.71%</u>	<u>95.75%</u>	<u>97.04%</u>	<u>97.65%</u>	<u>95.74%</u>	<u>97.26%</u>	<u>98.39%</u>
Tax Title Liens	\$ 1,627,174	\$ 1,602,460	\$ 5,634,175	\$ 2,895,284	\$ 2,323,315	\$ 2,326,553	\$ 2,244,178	\$ 3,316,823	\$ 3,257,232	\$ 52,263
Delinquent Taxes	5,127,240	5,092,612	7,098,769	6,412,223	4,158,299	2,177,262	1,596,468	2,112,993	1,280,085	1,198,564
Total Delinquent	\$ 6,754,414	\$ 6,695,072	\$ 12,732,944	\$ 9,307,507	\$ 6,481,614	\$ 4,503,815	\$ 3,840,646	\$ 5,429,816	\$ 4,537,317	\$ 1,250,827
Total Tax Levy	\$ 67,857,360	\$ 66,179,378	\$ 63,393,449	\$ 30,904,791	\$ 58,847,938	\$ 57,492,435	\$ 52,934,078	\$ 48,737,600	\$ 45,157,461	\$ 42,105,666
% of Delinquencies to Tax Levy	<u>9.95%</u>	<u>10.12%</u>	<u>20.09%</u>	<u>30.12%</u>	<u>11.01%</u>	<u>7.83%</u>	<u>7.26%</u>	<u>11.14%</u>	<u>10.05%</u>	<u>2.97%</u>
Foreclosed Property: Assessed Valuation	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000

LYNDHURST SCHOOL DISTRICT
RATIOS of OUTSTANDING DEBT BY TYPE (District)
(Unaudited)

Fiscal Year Ended June 30,	Governmental Activities		Total District	(Exhibit J-14)		(Exhibit J-14)	
	General Obligation Bonds	Certificates of Participation		District Population	Outstanding Debt Per Capita	(County) Per Capita Income	Percentage of Personal Income
2013	\$ 4,235,000	\$ -	\$ 4,235,000	21,223	\$ 200	\$ 66,096	0.30%
2012	\$ 4,675,000	\$ -	\$ 4,675,000	21,223	\$ 220	\$ 66,096	0.33%
2011	\$ 5,110,000	\$ -	\$ 5,110,000	20,689	\$ 247	\$ 66,096	0.37%
2010	\$ 5,540,000	\$ -	\$ 5,540,000	20,580	\$ 269	\$ 65,486	0.41%
2009	\$ 5,965,000	\$ -	\$ 5,965,000	19,290	\$ 309	\$ 63,198	0.49%
2008	\$ 6,335,000	\$ -	\$ 6,335,000	19,234	\$ 329	\$ 68,227	0.48%
2007	\$ 6,700,000	\$ -	\$ 6,700,000	19,279	\$ 348	\$ 67,394	0.52%
2006	\$ 7,165,000	\$ -	\$ 7,165,000	19,330	\$ 371	\$ 62,714	0.59%
2005	\$ 7,415,000	\$ -	\$ 7,415,000	19,134	\$ 388	\$ 56,706	0.68%
2004	\$ 7,720,000	\$ -	\$ 7,720,000	19,282	\$ 400	\$ 54,462	0.73%
2003	\$ 8,020,000	\$ -	\$ 8,020,000	19,287	\$ 416	\$ 51,132	0.81%
2002	\$ 6,190,000	\$ -	\$ 6,190,000	19,302	\$ 321	\$ 51,913	0.62%

LYNDHURST SCHOOL DISTRICT
RATIOS of GENERAL BONDED DEBT OUTSTANDING (District)
(Unaudited)

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Population (Exhibit J-14)	21,223	20,689	20,580	19,290	19,234	19,279	19,330	19,134	19,282	19,287
County Equalized Valuations Valuations (Exhibit J-6)	\$ 2,937,565,920	\$ 3,375,925,358	\$ 3,503,089,234	\$ 3,448,909,035	\$ 3,449,391,764	\$ 3,117,819,944	\$ 2,644,975,126	\$ 2,304,267,670	\$ 2,041,787,206	\$ 1,813,514,647
Gross Debt (Exhibit J-10)	\$ 4,675,000	\$ 5,110,000	\$ 5,540,000	\$ 5,965,000	\$ 6,335,000	\$ 6,700,000	\$ 7,165,000	\$ 7,415,000	\$ 7,720,000	\$ 8,020,000
Gross Debt Per Capita	\$ 220	\$ 247	\$ 269	\$ 309	\$ 329	\$ 348	\$ 371	\$ 388	\$ 400	\$ 416
Ratio of Gross Debt to County Equalized Valuations	0.16%	0.15%	0.16%	0.17%	0.18%	0.21%	0.27%	0.32%	0.38%	0.44%

**LYNDHURST SCHOOL DISTRICT
DIRECT and OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT (Municipality)
(Unaudited)**

	December 31, 2012	December 31, 2011	December 31, 2010	December 31, 2009	June 30, 2009	June 30, 2008	June 30, 2007	June 30, 2006	June 30, 2005	June 30, 2004
DIRECT DEBT										
Municipal:										
General Purposes:										
B&N Issued and Outstanding:										
Serial Bonds	\$ 9,473,000	\$ 10,923,000	\$ 12,563,000	\$ 14,263,000	\$ 15,298,000	\$ 16,913,000	\$ 18,503,000	\$ 20,068,000	\$ 18,648,000	\$ 14,578,000
Bond Anticipation Notes	50,803,000	36,900,000	37,250,008	26,169,238	26,169,238	17,503,453	4,288,300	2,500,000	3,500,000	7,870,800
Loans	2,996,053	3,130,000	-	-	-	-	-	-	-	-
B&N Authorized But Not Issued	14,250	14,195,750	5,962,500	2,525,000	-	8,665,785	2,007,000	2,156,500	-	-
Credits	-	-	-	-	-	-	-	-	-	-
	<u>\$ 63,286,303</u>	<u>\$ 65,148,750</u>	<u>\$ 55,775,508</u>	<u>\$ 42,957,238</u>	<u>\$ 41,467,238</u>	<u>\$ 43,082,238</u>	<u>\$ 24,798,300</u>	<u>\$ 24,724,500</u>	<u>\$ 22,148,000</u>	<u>\$ 22,448,800</u>
Water Utility:										
B&N Issued and Outstanding:										
Serial Bonds	\$ 2,070,000	\$ 2,235,000	\$ 2,400,000	\$ 2,565,000	\$ 2,615,000	\$ 2,780,000	\$ 3,580,000	\$ 3,200,000	\$ 3,460,000	\$ 3,260,000
Bond Anticipation Notes	3,530,000	1,290,000	1,313,670	635,000	635,000	635,000	-	-	-	400,000
Other Notes	10,137,000	10,137,776	-	-	-	-	-	-	-	-
B&N Authorized But Not Issued	-	2,262,224	15,000,000	-	-	-	-	500,000	-	-
	<u>\$ 15,737,000</u>	<u>\$ 15,925,000</u>	<u>\$ 18,713,670</u>	<u>\$ 3,200,000</u>	<u>\$ 3,250,000</u>	<u>\$ 3,415,000</u>	<u>\$ 3,580,000</u>	<u>\$ 3,700,000</u>	<u>\$ 3,460,000</u>	<u>\$ 3,660,000</u>
Local School:										
Serial Bonds Issued										
	<u>\$ 4,675,000</u>	<u>\$ 5,110,000</u>	<u>\$ 5,540,000</u>	<u>\$ 5,965,000</u>	<u>\$ 5,965,000</u>	<u>\$ 6,335,000</u>	<u>\$ 6,700,000</u>	<u>\$ 7,165,000</u>	<u>\$ 7,415,000</u>	<u>\$ 7,720,000</u>
Total Direct Debt - Gross	\$ 83,698,303	\$ 86,183,750	\$ 80,029,178	\$ 52,122,238	\$ 50,682,238	\$ 52,832,238	\$ 35,078,300	\$ 35,589,500	\$ 33,023,000	\$ 33,828,800

	December 31, 2012	December 31, 2011	December 31, 2010	December 31, 2009	December 31, 2008	December 31, 2007	December 31, 2006	December 31, 2005	December 31, 2004	December 31, 2003
OVERLAPPING DEBT										
(1) County Debt:										
Municipal Equalized Valuations										
Total County Equalized Valuations	\$ 2,937,565,920	\$ 3,375,925,358	\$ 3,503,089,234	\$ 3,448,909,035	\$ 3,449,391,764	\$ 3,117,819,944	\$ 2,644,975,126	\$ 2,304,267,670	\$ 2,041,787,206	\$ 1,813,514,647
X's Outstanding County Debt	1,276,830,919	1,209,730,830	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268	825,597,736	808,502,305	651,460,590	531,241,383
	<u>\$ 22,216,858</u>	<u>\$ 23,589,751</u>	<u>\$ 23,842,024</u>	<u>\$ 20,948,500</u>	<u>\$ 20,838,640</u>	<u>\$ 19,579,631</u>	<u>\$ 14,200,281</u>	<u>\$ 13,663,689</u>	<u>\$ 10,944,538</u>	<u>\$ 8,924,855</u>
(2) Passaic Valley Sewerage Commission:										
Municipal Sewer Flow Charges										
Total Flow Charges	\$ 1,574,479	\$ 1,572,807	\$ 1,596,174	\$ 1,569,661	\$ 1,532,212	\$ 1,440,543	\$ 1,320,352	\$ 1,077,946	\$ 961,883	\$ 895,608
X's Outstanding Debt	316,515,886	339,880,368	355,234,494	305,533,465	293,135,787	305,405,498	316,172,356	285,797,506	294,049,501	302,062,733
	<u>\$ 4,019,752</u>	<u>\$ 4,112,552</u>	<u>\$ 4,369,384</u>	<u>\$ 3,758,062</u>	<u>\$ 3,576,257</u>	<u>\$ 3,634,325</u>	<u>\$ 3,509,513</u>	<u>\$ 3,086,613</u>	<u>\$ 2,999,305</u>	<u>\$ 2,990,421</u>
Total Overlapping Debt	\$ 26,236,610	\$ 27,702,303	\$ 28,211,408	\$ 24,706,562	\$ 24,414,897	\$ 23,213,956	\$ 17,709,794	\$ 16,750,302	\$ 13,943,843	\$ 11,915,276
Total Direct and Overlapping Debt - Gross	\$ 109,934,913	\$ 113,886,053	\$ 108,240,586	\$ 76,828,800	\$ 75,097,135	\$ 76,046,194	\$ 52,788,094	\$ 52,339,802	\$ 46,966,843	\$ 45,744,076

LYNDHURST SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION (Municipality and District)
(Unaudited)

	December 31,				June 30,					
	2012	2011	2010	2009	2009	2008	2007	2006	2005	2004
State Equalized Valuation Basis	\$ 3,119,994,688	\$ 3,351,293,007	\$ 3,426,599,226	\$ 3,287,313,029	\$ 3,287,313,029	\$ 3,012,126,129	\$ 2,640,169,226	\$ 2,282,385,203	\$ 2,013,064,899	\$ 1,797,708,731
Municipal Borrowing Power:										
3 1/2% of Equalized Valuation Basis	\$ 109,199,814	\$ 117,295,255	\$ 119,930,973	\$ 115,055,956	\$ 115,055,956	\$ 105,424,415	\$ 92,405,923	\$ 79,883,482	\$ 70,457,271	\$ 62,919,806
Net Debt	47,533,303	48,237,663	53,004,421	39,536,151	37,517,238	41,892,238	19,480,663	18,869,500	16,393,140	15,418,800
Remaining Borrowing Power	\$ 61,666,511	\$ 69,057,592	\$ 66,926,552	\$ 75,519,805	\$ 77,538,718	\$ 63,532,177	\$ 72,925,260	\$ 61,013,982	\$ 54,064,131	\$ 47,501,006
School Borrowing Power:										
4% of Equalized Valuation Basis	\$ 124,799,788	\$ 134,051,720	\$ 137,063,969	\$ 131,492,521	\$ 131,492,521	\$ 120,485,045	\$ 105,606,769	\$ 91,295,408	\$ 80,522,596	\$ 71,908,349
Net School Debt	4,675,000	5,110,000	5,540,000	5,965,000	5,965,000	6,335,000	6,700,000	7,165,000	7,415,000	7,720,000
School Borrowing Margin Available	\$ 120,124,788	\$ 128,941,720	\$ 131,523,969	\$ 125,527,521	\$ 125,527,521	\$ 114,150,045	\$ 98,906,769	\$ 84,130,408	\$ 73,107,596	\$ 64,188,349

**LYNDHURST SCHOOL DISTRICT
DEMOGRAPHIC and ECONOMIC STATISTICS (Municipality)
(Unaudited)**

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Average Labor Force Estimates by Municipality:										
Labor Force	11,270	11,179	11,193	11,262	11,048	10,886	10,893	10,751	10,707	9,658
Employment	10,035	9,974	9,967	10,057	10,376	10,375	10,327	10,210	10,105	9,170
Unemployment	1,235	1,205	1,226	1,205	673	511	566	540	601	488
Unemployment Rate	11.0%	10.8%	11.0%	10.7%	6.1%	4.7%	5.2%	5.0%	5.6%	5.1%
Per Capital Personal Income by County										
	66,096	66,096	65,486	63,198	68,227	\$ 67,394	\$ 62,714	\$ 56,706	\$ 54,462	\$ 51,132

	Estimates as of July 1,									
Subcounty Population Estimates:										
Lyndhurst TWP	21,223	20,689	20,580	19,290	19,234	19,279	19,330	19,134	19,282	19,287
County of Bergen	918,888	911,004	906,184	895,250	889,915	885,664	884,581	887,322	890,232	889,739

**LYNDHURST SCHOOL DISTRICT
PRINCIPAL EMPLOYERS (Municipality)
(Unaudited)**

Not Available

LYNDHURST SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM (District)
(Unaudited)

		<u>2013</u>
<u>Function/Program</u>		
Instruction:		
Regular Programs (Including Aides)	1XX	158
Special Education (Including Aides)	2XX	54
Basic Skills/Remedial	230	7
Bilingual Education	240	2
School Sponsored Co/Extra Curr. Activities	401	-
School Sponsored Athletics	402	1
Support Services:		
Tuition	100	-
Attendance and Social Work Services	211	2
Health Services	213	6
Students - Related and Extraordinary	216,217	4
Guidance	218	9
Child Study Teams	219	11
Improvement of Instructional Services	221	6
Educational Media Services/School Library	222	-
Instructional Staff Training Services	223	-
General Administration	230	7
School Administration	240	19
Central Svcs. & Admin. Info. Technology	25X	6
Operation and Maintenance of Plant Services	26X	33
Student Transportation Services	270	8
Personal Services - Employee Benefits	XXX	-
Special Schools		-
Food Service	310	-
Child Care	000	-
		<u>333</u>

**LYNDHURST SCHOOL DISTRICT
OPERATING STATISTICS (District)
(Unaudited)**

J-17

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>% Change</u>	<u>(Exhibit J-4)</u>		<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/ Teacher Ratio</u>	<u>Average Daily Attendance</u>	<u>Student Attendance Percentage</u>
			<u>Operating Expenditures</u>	<u>Cost Per Pupil</u>					
2013	2240.3	-4.1%	\$ 36,857,527	16,452	7.3%	159	14.1	2132.4	95.2%
2012	2336.0	1.0%	\$ 35,820,540	15,334	2.0%	155	15.1	2222.5	95.1%
2011	2312.0	0.2%	\$ 34,746,641	15,029	4.4%	162	14.3	2191.1	94.8%
2010	2307.5	-7.9%	\$ 33,209,661	14,392	16.8%	160	14.4	2177.7	94.4%
2009	2504.9	12.1%	\$ 30,877,716	12,327	-8.0%	176	14.2	2355.7	94.0%
2008	2234.7	1.3%	\$ 29,927,379	13,392	2.4%	156	14.3	2102.2	94.1%
2007	2205.2	0.1%	\$ 28,841,588	13,079	7.2%	154	14.3	2081.1	94.4%
2006	2203.4	0.8%	\$ 26,876,282	12,198	5.4%	153	14.4	2078.8	94.3%
2005	2185.7	1.7%	\$ 25,283,556	11,568	0.9%	150	14.6	2066.4	94.5%
2004	2148.6		\$ 24,630,278	11,463		149	14.4	2039.2	94.9%

LYNDHURST SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION (District)
(Unaudited)

2013

Elementary

Columbus:	
Square Feet	10,500
Capacity (students)	126.90
Enrollment	207.00 (A)
Franklin:	
Square Feet	18,400
Capacity (students)	205.20
Enrollment	303.00 (B)
Jefferson:	
Square Feet	32,060
Capacity (students)	260.10
Enrollment	259.00
Lincoln:	
Square Feet	24,300
Capacity (students)	283.50
Enrollment	238.00
Roosevelt:	
Square Feet	21,600
Capacity (students)	431.10
Enrollment	402.00
Washington:	
Square Feet	19,500
Capacity (students)	273.70
Enrollment	211.00

High School

Lyndhurst High School:	
Square Feet	112,300
Capacity (students)	906.95
Enrollment	672.00
District Totals:	
Square Feet	238,660
Capacity (students)	2,487.45
Enrollment	2,292.00

(A) - Includes Jefferson Community School Students

(B) - Includes Franklin Community School Students

LYNDHURST SCHOOL DISTRICT
SCHEDULE of ALLOWABLE MAINTENANCE EXPENDITURES by SCHOOL FACILITY (District)
(Unaudited)

School Facilities	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Lyndhurst Senior High School	\$ 329,062	\$ 387,873	\$ 257,611	\$ 220,136	\$ 238,214	\$ 195,507	\$ 212,164	\$ 170,602	\$ 220,428	\$ 107,140
Columbus Elementary School	60,522	19,436	19,049	8,376	13,483	31,880	10,817	6,247	5,504	10,639
Franklin Elementary School	288,847	47,705	32,025	22,947	51,019	33,253	24,389	24,756	22,307	34,459
Jefferson Elementary School	262,287	110,215	84,430	60,240	78,532	61,590	57,534	44,797	57,627	64,738
Lincoln Elementary School	47,289	51,667	68,282	37,552	32,773	42,880	27,863	27,030	49,953	45,218
Roosevelt Elementary School	55,563	52,779	41,985	19,068	14,683	18,673	22,326	19,993	26,897	39,596
Washington Elementary School	142,801	67,829	49,594	38,291	54,374	50,314	39,641	46,497	54,862	37,391
	-	-	-	-	-	-	-	-	-	-
	\$ 1,186,371	\$ 737,504	\$ 552,976	\$ 406,610	\$ 483,078	\$ 434,097	\$ 394,734	\$ 339,922	\$ 437,578	\$ 339,181

**LYNDHURST SCHOOL DISTRICT
INSURANCE SCHEDULE (District)
(Unaudited)**

Coverage Type	Coverage Amount	Carrier	Policy Number	Effective Dates
Property				
Blanket Building Coverage	\$ 89,027,223	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Business Income/Extra Expense	\$ 250,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Flood & Earthquake	\$ 10,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Blanket Contents Coverage	\$ 12,094,741	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
General Liability				
General Aggregate	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Products/Completed Operations	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Personal & Advertising Injury	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Each Occurrence	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Damage to Rented Premises	\$ 100,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Medical Expense (Per Person)	\$ 5,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Employee Benefits	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
School Leaders Professional Liability				
General Aggregate	\$ 5,000,000	Ace Group	EON G21650377 006	7/1/2012-7/1/2013
Each Occurrence	\$ 5,000,000	Ace Group	EON G21650377 006	7/1/2012-7/1/2013
Deductible	\$ 25,000	Ace Group	EON G21650377 006	7/1/2012-7/1/2013
Environmental Liability				
Each Occurrence	\$ 1,000,000	Ace Group	PPL G23566527 004	7/1/2012-7/1/2013
Aggregate Limit	\$ 3,000,000	Ace Group	PPL G23566527 004	7/1/2012-7/1/2013
Business Auto				
Liability - Combined Single Limit	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Medical Payments (Each Person)	\$ 5,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Uninsured Motorists - Combined Single Limit	\$ 15,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Underinsured Motorists - Combined Single Limit	\$ 15,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Comprehensive Deductible	\$ 500	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Collision Deductible	\$ 500	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Crime				
Employee Dishonesty	\$ 500,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Forgery or Alteration	\$ 50,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Inside Premises	\$ 50,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Outside Premises	\$ 50,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Robbery of Custodians	\$ 25,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Safe Burglary	\$ 25,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Outside Premises	\$ 25,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Computer Fraud	\$ 50,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Deductible for All Above	\$ 1,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Umbrella				
Liability - Each Occurrence	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013
Aggregate Limit	\$ 5,000,000	School Alliance Insurance Fund	PR-08-01-183	7/1/2012-7/1/2013

LYNDHURST SCHOOL DISTRICT
INSURANCE SCHEDULE (District)
(Unaudited)

Coverage Type	Coverage Amount	Carrier	Policy Number	Effective Dates
Excess Umbrella				
Liability - Each Occurrence	\$ 5,000,000	Fireman's Fund	SHX-000-9045-5668	7/1/2012-7/1/2013
Aggregate Limit	\$ 5,000,000	Fireman's Fund	SHX-000-9045-5668	7/1/2012-7/1/2013
Accidental Death & Dismemberment				
Coverage Limit Per Person	\$ 100,000	Gerber Life Insurance Company	BTA37350	7/1/2012-7/1/2013
Aggregate Limit	\$ 500,000	Gerber Life Insurance Company	BTA37350	7/1/2012-7/1/2013
Finance Department Surety Bond				
	\$ 50,000	Selective Insurance Company	B1023611	7/1/2012-7/1/2013
Employee Blanket Bond				
Coverage	\$ 100,000	Selective Insurance Company	B6017696	7/1/2012-7/1/2013
Deductible	\$ 1,000	Selective Insurance Company	B6017696	7/1/2012-7/1/2013
Business Administrator Surety Bond				
Coverage	\$ 50,000	First Indemnity of America	A01263	6/30/2012 - 6/30/2013
High School Treasurer Surety Bond				
Coverage	\$ 10,000	Selective Insurance Company	B1110606	7/1/2012-7/1/2013
Treasurer of School Monies Surety Bond				
Coverage	\$ 140,000	Selective Insurance Company	B116808	7/1/2012-7/1/2013

LYNDHURST SCHOOL DISTRICT
Comprehensive Annual Financial Report
Single Audit Section

Di Maria & Di Maria LLP
Accountants and Consultants

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Independent Auditor's Report

Honorable President and Members of the Board of Education
Lyndhurst School District, County of Bergen, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lyndhurst School District, in the County of Bergen, State of New Jersey, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Lyndhurst School District's basic financial statements, and have issued our report thereon dated December 5, 2013.

Internal Control Over Financial Reporting

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

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

Di Maria & Di Maria LLP

Independent Auditor's Report (Continued)
Internal Control Over Financial Reporting (Continued)

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

DI MARIA & DI MARIA LLP
Accountants and Consultants

Frank Di Maria

Frank Di Maria
Licensed Public School Accountant
PSA No. CS 01168

December 5, 2013

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Independent Auditor's Report

Honorable President and Members of the Board of Education
Lyndhurst School District, County of Bergen, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the compliance of the Board of Education of the Lyndhurst School District, in the County of Bergen, 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 Aid/Grant Compliance Supplement* that could have a direct and material effect on each of Lyndhurst School District's major federal and state programs for the year ended June 30, 2013. The Lyndhurst School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Lyndhurst School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, and New Jersey OMB's Circular 04-04, *State Aid/Grant Compliance Supplement*. Those standards, and Circulars 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.

Di Maria & Di Maria LLP

Independent Auditor's Report (Continued) Auditor's Responsibility (Continued)

An audit includes examining, on a test basis, evidence about the Lyndhurst School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Lyndhurst School District's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the Lyndhurst School District, in the County of Bergen, State of New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

Management of the Lyndhurst School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Lyndhurst School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and New Jersey OMB Circular 04-04, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Lyndhurst School Board's internal control over compliance.

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

Di Maria & Di Maria LLP

**Independent Auditor's Report (Continued)
Report on Internal Control Over Compliance (Continued)**

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

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

Report on Schedules of Expenditures of Federal Awards and State Financial Assistance Required by OMB Circular A-133 and New Jersey OMB Circular 04-04

We have audited the financial statements of governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Lyndhurst School District as of and for the year ended June 30, 2013, and have issued our report thereon dated December 5, 2013, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and New Jersey OMB Circular 04-04 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the financial statements as a whole.

DI MARIA & DI MARIA LLP
Accountants and Consultants

Frank Di Maria

Frank Di Maria
Licensed Public School Accountant
PSA No. CS 01168

December 5, 2013

LYNDHURST SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Aid/Grant Program Titles	State Project Number	Award Amount	Grant Period		(Accounts	Deferred	Carryover	Cash	Budgetary	Repayment of	(Accounts	Deferred	Due to
					From	To	Receivable)	Revenue					Adjustments	Receivable)	
							June 30, 2012	June 30, 2012			June 30, 2013	June 30, 2013			
General Fund															
Medical Assistance Program	93.778	Special Education Medicaid Initiative	N/A	\$ 64,751	09/01/12	06/30/13	\$ -	\$ -	\$ -	\$ 64,751	\$ (64,751)	\$ -	\$ -	\$ -	\$ -
Special Revenue Fund															
Title I Grants to Local Educational Agencies	84.010	Title I, Part A	NCLB 286013	260,708	09/01/12	08/31/13	\$ -	\$ -	\$ -	\$ 260,708	\$ (260,708)	\$ -	\$ -	\$ -	\$ -
Improving Teacher Quality State Grants	84.367	Title II, Part A	NCLB 286013	54,645	09/01/12	08/31/13	-	-	-	54,645	(54,645)	-	-	-	-
English Language Acquisition Grants	84.365	Title III	Consortium	10,989	09/01/12	08/31/13	-	-	-	3,239	(7,588)	-	-	(7,750)	3,401
Special Education - Grants to States	84.027	I.D.E.A. Part B - Basic	IDEA 286013	610,339	09/01/12	08/31/13	-	-	-	607,591	(610,339)	-	-	(2,748)	-
Special Education - Grants to States	84.027	I.D.E.A. Part B - Preschool	IDEA 286013	24,992	09/01/12	08/31/13	-	-	-	22,017	(24,992)	-	-	(2,975)	-
Title I Grants to Local Educational Agencies	84.010	Title I, Part A	NCLB 286012	273,324	09/01/11	08/31/12	(1,084)	-	-	1,084	-	-	-	-	-
Improving Teacher Quality State Grants	84.367	Title II, Part A	NCLB 286012	63,232	09/01/11	08/31/12	(1,596)	52	-	1,596	(52)	-	-	-	-
English Language Acquisition Grants	84.365	Title III	Consortium	7,575	09/01/11	08/31/12	(1,737)	525	-	1,737	(525)	-	-	-	-
Special Education - Grants to States	84.027	I.D.E.A. Part B - Basic	IDEA 286012	617,758	09/01/11	08/31/12	(10,088)	5,592	-	10,088	(5,592)	-	-	-	-
Special Education - Grants to States	84.027	I.D.E.A. Part B - Preschool	IDEA 286012	25,101	09/01/11	08/31/12	(2,067)	108	-	2,067	(108)	-	-	-	-
Total Special Revenue Fund							\$ (16,572)	\$ 6,277	\$ -	\$ 964,772	\$ (964,549)	\$ -	\$ -	\$ (13,473)	\$ 3,401
Enterprise Fund															
School Breakfast Program	10.553	School Breakfast Program	N/A	\$ 9,238	09/01/12	06/30/13	\$ -	\$ -	\$ -	\$ 8,317	\$ (9,238)	\$ -	\$ -	\$ (921)	\$ -
School Breakfast Program	10.553	School Breakfast Program	N/A	2,148	09/01/11	06/30/12	(137)	-	-	137	-	-	-	-	-
National School Lunch Program	10.555	National School Lunch Program	N/A	212,795	09/01/12	06/30/13	-	-	-	196,429	(212,795)	-	-	(16,366)	-
National School Lunch Program	10.555	National School Lunch Program	N/A	204,087	09/01/11	06/30/12	(14,391)	-	-	14,391	-	-	-	-	-
Total Enterprise Fund							\$ (14,528)	\$ -	\$ -	\$ 219,274	\$ (222,033)	\$ -	\$ -	\$ (17,287)	\$ -
Total Federal Financial Awards							\$ (31,100)	\$ 6,277	\$ -	\$ 1,248,797	\$ (1,251,333)	\$ -	\$ -	\$ (30,760)	\$ 3,401

LYNDHURST SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

State Grantor / Program Title	Grant or State Project Number	Local Function Number	Award Amount	Grant Period		(Accounts Receivable) June 30, 2012	Due to Grantor at June 30, 2012	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) June 30, 2013	Deferred Revenue June 30, 2013	Due to Grantor at June 30, 2013
				From	To										
General Fund															
Equalization Aid	13-495-034-5120-078		\$ 400,147	09/01/12	06/30/13	\$ -	\$ -	\$ -	\$ 400,147	\$ (400,147)	\$ -	\$ -	\$ -	\$ -	\$ -
Transportation Aid	13-495-034-5120-014		67,125	09/01/12	06/30/13	-	-	-	67,125	(67,125)	-	-	-	-	-
Special Education Categorical Aid	13-495-034-5120-089		1,435,853	09/01/12	06/30/13	-	-	-	1,435,853	(1,435,853)	-	-	-	-	-
Security Aid	13-495-034-5120-084		61,655	09/01/12	06/30/13	-	-	-	61,655	(61,655)	-	-	-	-	-
Extraordinary Special Education Costs Aid	13-100-034-5120-473		234,902	09/01/12	06/30/13	-	-	-	-	(234,902)	-	(234,902)	-	-	
Extraordinary Special Education Costs Aid	12-100-034-5120-473		250,777	09/01/11	06/30/12	(250,777)	-	-	250,777	-	-	-	-	-	
TPAF (Post Retirement Medical)	13-495-034-5095-001		1,165,409	09/01/12	06/30/13	-	-	-	1,165,409	(1,165,409)	-	-	-	-	
TPAF	13-495-034-5095-005		979,138	09/01/12	06/30/13	-	-	-	979,138	(979,138)	-	-	-	-	
TPAF (NCGI Premiums)	13-495-034-5095-007		51,516	09/01/12	06/30/13	-	-	-	51,516	(51,516)	-	-	-	-	
Social Security Tax	13-495-034-5095-002		1,141,939	09/01/12	06/30/13	-	-	-	1,085,848	(1,141,939)	-	-	(56,091)	-	
Social Security Tax	12-495-034-5095-002		1,211,608	09/01/11	06/30/12	(60,911)	-	-	60,911	-	-	-	-	-	
Total General Fund						\$ (311,688)	\$ -	\$ -	\$ 5,558,379	\$ (5,537,684)	\$ -	\$ -	\$ (290,993)	\$ -	\$ -
Special Revenue Fund															
N.J. Non-Public Textbook Aid	13-100-034-5120 -064	501	\$ 14,531	09/01/12	06/30/13	\$ -	\$ -	\$ -	\$ 14,531	\$ (14,527)	\$ -	\$ -	\$ -	\$ -	\$ 4
N.J. Non-Public Handicapped Services Aid:															
Examination & Classification	13-100-034-5120 -066	507	22,293	09/01/12	06/30/13	-	-	-	22,293	(19,107)	-	-	-	-	3,186
Corrective Speech	13-100-034-5120 -066	508	32,029	09/01/12	06/30/13	-	-	-	32,029	(23,202)	-	-	-	-	8,827
Supplementary Instruction	13-100-034-5120 -066	506	12,905	09/01/12	06/30/13	-	-	-	12,905	(10,060)	-	-	-	-	2,845
N.J. Non-Public Auxiliary Services Aid:															
Compensatory Education	13-100-034-5120 -067	502	72,822	09/01/12	06/30/13	-	-	-	72,822	(70,893)	-	-	-	-	1,929
ESL	13-100-034-5120 -067	503	8,525	09/01/12	06/30/13	-	-	-	8,525	(4,689)	-	-	-	-	3,836
N.J. Non-Public Nursing Aid	13-100-034-5120 -070	509	20,169	09/01/12	06/30/13	-	-	-	20,169	(20,169)	-	-	-	-	-
N.J. Non-Public Technology Aid			5,363	09/01/12	06/30/13	-	-	-	5,363	(5,360)	-	-	-	-	3
N.J. Non-Public Handicapped Services Aid:															
Examination & Classification	12-100-034-5120 -066	507	22,058	09/01/11	06/30/12	-	6,441	-	-	-	-	(6,441)	-	-	-
Corrective Speech	12-100-034-5120 -066	508	32,622	09/01/11	06/30/12	-	4,345	-	-	-	-	(4,345)	-	-	-
Supplementary Instruction	12-100-034-5120 -066	506	11,434	09/01/11	06/30/12	-	3,647	-	-	-	-	(3,647)	-	-	-
N.J. Non-Public Auxiliary Services Aid:															
Compensatory Education	12-100-034-5120 -067	502	80,052	09/01/11	06/30/12	-	929	-	-	-	-	(929)	-	-	-
ESL	12-100-034-5120 -067	503	5,862	09/01/11	06/30/12	-	2,672	-	-	-	-	(2,672)	-	-	-
N.J. Non-Public Nursing Aid	12-100-034-5120 -070	509	19,550	09/01/11	06/30/12	-	-	-	-	-	-	-	-	-	-
Total Special Revenue Fund						\$ -	\$ 18,034	\$ -	\$ 188,637	\$ (168,007)	\$ -	\$ (18,034)	\$ -	\$ -	\$ 20,630
Enterprise Fund															
State School Lunch Program	13-100-010-3350 -023		\$ 5,042	09/01/12	06/30/13	\$ -	\$ -	\$ -	\$ 4,648	\$ (5,042)	\$ -	\$ -	\$ (394)	\$ -	\$ -
State School Lunch Program	12-100-010-3350 -023		5,399	09/01/11	06/30/12	(938)	-	-	938	-	-	-	-	-	-
Total Enterprise Fund						\$ (938)	\$ -	\$ -	\$ 5,586	\$ (5,042)	\$ -	\$ -	\$ (394)	\$ -	\$ -
Total State Financial Assistance						\$ (312,626)	\$ 18,034	\$ -	\$ 5,752,602	\$ (5,710,733)	\$ -	\$ (18,034)	\$ (291,387)	\$ -	\$ 20,630

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Note 1 - General

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

Note 2 - Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements.

Note 3 - Relationship to General-Purpose Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(18,986) for the general fund and \$0 for the special revenue fund. See Note 1 (C-3) [the Notes to Required Supplementary Information] for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

**LYNDHURST SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Note 3 - Relationship to General-Purpose Financial Statements (Continued)

	Federal	State	Total
General Fund	\$ (64,751)	\$ (5,537,684)	\$ (5,602,435)
Special Revenue Fund	(964,549)	(168,007)	(1,132,556)
Debt Service Fund	-	-	-
Enterprise Fund	(222,033)	(5,042)	(227,075)
Total Awards and Financial Assistance	<u>\$ (1,251,333)</u>	<u>\$ (5,710,733)</u>	<u>\$ (6,962,066)</u>

Note 4 - Relationship to Federal and State Financial Reports

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

Note 5 - Federal and State Loans Outstanding

The District did not have any federal and state loans outstanding at of June 30, 2013.

Note 6 - Other

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2013. 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, 2013.

**LYNDHURST SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Section I -- Summary of Auditors' Results

Financial Statements

A) Type of auditors' report issued:	Unmodified		
B) Internal control over financial reporting:			
1. Material weakness(es) identified?	_____ yes	___X___ no	
2. Were significant deficiencies identified?	_____ yes	___X___ none reported	
C) Noncompliance material to general-purpose financial statements noted?	_____ yes	___X___ no	

**LYNDHURST SCHOOL DISTRICT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Section I -- Summary of Auditors' Results (Continued)

Federal Awards

A) Internal control over compliance:

1. Material weakness(es) identified? _____ yes X no
2. Were significant deficiencies identified? _____ yes X none reported

B) Type of auditors' report on compliance for major programs: Unmodified

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

D) Identification of major programs:

<u>Name of Program</u>	<u>Number</u>
Special Education - Grants to States, I.D.E.A. Part B - Basic	84.027

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

\$ 300,000

F) Auditee qualified as low-risk auditee?

 X yes _____ no

**LYNDHURST SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Section I -- Summary of Auditors' Results (Continued)

State Awards

A) Internal control over compliance:

1. Material weakness(es) identified? _____ yes X no
2. Were significant deficiencies identified that were not considered to be material weakness(es)? _____ yes X no

B) Type of auditors' report on compliance for major programs: Unmodified

- C) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04? _____ yes X no

D) Identification of major programs:

<u>Name of State Program</u>	<u>GMIS Number</u>
Special Education Categorical Aid	13-495-034-5120-089
Equalization Aid	13-495-034-5120-078
TPAF (Post Retirement Medical)	13-495-034-5095-001
TPAF	13-495-034-5095-005
Social Security Tax	13-495-034-5095-002

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

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

**LYNDHURST SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Section II -- Financial Statement Findings

There were no matters identified.

**LYNDHURST SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

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

Current Year

Federal Awards:

There were no matters identified.

State Awards:

There were no matters identified.

**LYNDHURST SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Not Applicable - No Prior Audit Findings