

SYNOPSIS OF AUDIT REPORT FOR PUBLIC DISTRIBUTION

**MIDDLETOWN TOWNSHIP BOARD OF EDUCATION
COUNTY OF MONMOUTH**

As required by Title 18A:23-4, the following is a synopsis of the audit of the financial statements and supplementary data of the Governmental Activities for the year ended June 30, 2007.

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	2007	2006
Cash & Cash Equivalents	\$14,661,550	1,454,969	360,020	52,376	16,528,915	14,952,620
Due From Other Funds	1,358			48,712	50,070	728,552
Receivables From Other Governments	327,527	1,918			329,445	817,588
Other Receivables	1,414,244	48,934			1,463,178	1,918,253
Total Assets	\$16,404,679	1,505,821	360,020	101,088	18,371,608	18,417,013
LIABILITIES & FUND BALANCES						
Liabilities:						
Accounts Payable	1,933,769	116,703	1,773		2,052,245	3,188,616
Intergovernmental - Accounts Payable		49,170			49,170	52,797
Other Liabilities	3,731,660	98,606			3,830,266	3,191,213
Interfund Payable			48,712		48,712	726,382
Deferred Revenue		1,241,342			1,241,342	1,573,558
Total Liabilities	5,665,429	1,505,821	50,485		7,221,735	8,732,566
Fund Balances:						
Reserved for:						
Encumbrances	4,450,407		42,504		4,492,911	3,714,411
Excess Surplus	2,135,879				2,135,879	2,091,125
Excess Surplus Designated for Subsequent Year	2,091,125				2,091,125	1,329,181
Capital Reserve	1				1	1
Unreserved - Reported in:						
Unrestricted - Designated for						
Subsequent Year's Expenditures	133,437			52,382	185,819	361,323
General Fund	1,928,401				1,928,401	1,778,409
Debt Service Fund				48,706	48,706	52,382
Capital Projects Fund			267,031		267,031	357,615
Total Fund Balances	10,739,250		309,535	101,088	11,149,873	9,684,447
Total Liabilities & Fund Balances	\$16,404,679	1,505,821	360,020	101,088	18,371,608	18,417,013

**MIDDLETOWN TOWNSHIP BOARD OF EDUCATION
 COMBINED STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (With Comparative Totals for June 30, 2006)**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	2007	2006
Revenues:						
Local Tax Levy	\$107,070,009			4,061,960	111,131,969	106,060,412
Tuition Charges	25,536				25,536	31,351
Miscellaneous	2,299,552	106,435	48,509		2,454,496	2,406,089
State Sources	34,999,507	1,051,423	(136)	1,792,829	37,843,623	32,410,990
Federal Sources	4,020	3,026,818			3,030,838	3,147,891
Total Revenues	144,398,624	4,184,676	48,373	5,854,789	154,486,462	144,056,733
Expenditures:						
Current:						
Regular Instruction	43,659,254	2,605,835			46,265,089	42,591,885
Special Education Instruction	13,427,985				13,427,985	12,506,282
Other Special Instruction	1,102,205				1,102,205	1,024,120
Other Instruction	1,811,801				1,811,801	1,683,884
Support Services & Undistributed Costs:						
Tuition	3,723,053				3,723,053	4,884,315
Attendance & Social Work Services	40,128				40,128	38,400
Health Services	1,857,619				1,857,619	1,768,481
Student & Instruction Related Services	8,229,619	1,432,962			9,662,581	9,027,791
Educational Media Services/School Library	602,782				602,782	578,844
Instructional Staff Training	494,793				494,793	415,829
Other Administrative Services	1,836,249				1,836,249	1,828,062
Central Service	1,238,053				1,238,053	1,237,058
Administrative Information Technology Services	728,494				728,494	755,986
School Administrative Services	5,800,536				5,800,536	5,654,731
Plant Operations & Maintenance	12,364,925				12,364,925	12,247,101
Pupil Transportation	8,873,932				8,873,932	8,646,278
Unallocated Benefits	33,683,621				33,683,621	28,498,185
Debt Service:						
Principal				2,110,000	2,110,000	1,555,000
Interest				3,871,295	3,871,295	3,971,148
Capital Outlay	11,036,313	145,879	743,703		11,925,895	5,919,048
Total Expenditures	150,511,362	4,184,676	743,703	5,981,295	161,421,036	144,832,428
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	(6,112,738)		(695,330)	(126,506)	(6,934,574)	(775,695)
Other Financing Sources/(Uses):						
Capital Leases (Non-budgeted)	8,400,000				8,400,000	
Transfer to Charter Schools						(8,305)
I.B.N.R.						(2,031,900)
Transfers In				48,712	48,712	52,382
Transfers Out			(48,712)		(48,712)	(52,382)
Total Other Financing Sources/Uses	8,400,000		(48,712)	48,712	8,400,000	(2,040,205)
Net Change in Fund Balances	2,287,262		(744,042)	(77,794)	1,465,426	(2,815,900)
Fund Balance - July 1	8,451,988		1,053,577	178,882	9,684,447	12,500,347
Fund Balance - June 30	\$10,739,250		309,535	101,088	11,149,873	9,684,447