

BOARD OF EDUCATION
PENNS GROVE-CARNEYS POINT REGIONAL
SYNOPSIS OF COMPREHENSIVE ANNUAL FINANCIAL REPORT AND AUDIT
FISCAL YEAR ENDED JUNE 30, 2018

The following is a synopsis of the audit as set forth in the audit report pertaining to the

BOARD OF EDUCATION OF PENNS GROVE-CARNEYS POINT REGIONAL

for the fiscal year ended June 30, 2018, as prepared by:

NIGHTLINGER, COLAVITA & VOLPA, P.A.
WILLIAMSTOWN, NEW JERSEY

A complete copy of the audit report from which the following synopsis was taken is on file in the office of the School Board Secretary and will be made available for inspection upon proper request.



Kenneth Verrill
School Board Secretary

PENNS GROVE-CARNEYS POINT REGIONAL SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 37,226	\$	\$ 16,437	\$	\$ 53,663
Interfund Accounts Receivable	1,740,405				1,740,405
State Aid Receivable	378,666		10,671,805		11,050,471
Federal Aid Receivable	626	383,979			384,605
Receivables From Other Governments	663,512				663,512
Total Assets	\$ 2,820,435	\$ 383,979	\$ 10,688,242	\$	\$ 13,892,656
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 290,716	\$ 165,576	\$ 373,477	\$	\$ 829,769
Grant Loan Payable			8,500,000		8,500,000
Premium on Grant Loan			61,370		61,370
Interfund Accounts Payable	600,119	282,375	1,458,030		2,340,524
Unearned Revenue	4,483	3,830			8,313
Total Liabilities	895,318	451,781	10,392,877		11,739,976
Fund Balances:					
Restricted:					
Capital Reserve	823,688				823,688
Maintenance Reserve	18,877				18,877
Excess Surplus	739,147				739,147
Capital Projects Fund			295,365		295,365
Assigned:					
Capital Reserve:					
Designated for Subsequent Year's Expenditures	450,000				450,000
Excess Surplus:					
Designated for Subsequent Year's Expenditures	439,122				439,122
Year-End Encumbrances	251,549				251,549
Designated for Subsequent Year's Expenditures	510,876				510,876
Unassigned (Deficit)	(1,308,142)	(67,802)			(1,375,944)
Total Fund Balances (Deficit)	1,925,117	(67,802)	295,365		2,152,680
Total Liabilities and Fund Balances	\$ 2,820,435	\$ 383,979	\$ 10,688,242	\$	

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

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. The cost of the assets is \$52,678,089 and the accumulated depreciation is \$18,054,774. (See Note 6).	34,623,315
Deferred Outflow of Resources - Deferred Pension Contribution.	4,294,774
Long Term Net Pension Liability	(14,455,581)
Deferred Inflows of Resources - Pension Actuarial Gains.	(2,993,777)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (see Note 7).	(8,135,603)
Deferred Outflow of Resources - Deferred Amount on Refunding of Debt.	40,420
Interest on long term debt is accrued on the Statement of Net Position regardless when due.	(67,108)
Net Position of governmental activities	\$ 15,459,120

PENNS GROVE-CARNEYS POINT REGIONAL SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Tax Levy	\$ 11,015,318	\$	\$	\$ 771,387	\$ 11,786,705
Tuition Charges	619,403				619,403
Homeless Tuition Reimbursement	339,434				339,434
Interest Earned	6,785		865		7,650
Miscellaneous	48,766	24,132			72,898
State Sources	27,049,947	686,906	6,799,554	383,638	34,920,045
Federal Sources	72,254	1,890,030			1,962,284
Total Revenues	39,151,907	2,601,068	6,800,419	1,155,025	49,708,419
EXPENDITURES					
Current:					
Regular Instruction	9,009,309	1,775,653			10,784,962
Special Education Instruction	3,791,463				3,791,463
Other Special Instruction	937,894				937,894
Other Instruction	421,608				421,608
Tuition	2,431,705				2,431,705
Student and Instruction Related Services	2,703,566	438,105			3,141,671
General Administrative Services	934,214				934,214
School Administrative Services	1,513,250				1,513,250
Other Administrative Services	882,619				882,619
Plant Operations and Maintenance	3,087,567				3,087,567
Pupil Transportation	2,064,094				2,064,094
Unallocated Benefits	11,138,358	373,888			11,512,246
Capital Outlay	508,335	4,531	3,293,949		3,806,815
Debt Service:					
Principal				935,000	935,000
Interest and Other Charges				220,025	220,025
Total Expenditures	39,423,982	2,592,177	3,293,949	1,155,025	46,465,133
Excess (Deficiency) of Revenues over Expenditures	(272,075)	8,891	3,506,470		3,243,286
OTHER FINANCING SOURCES (USES)					
Transfer to Capital Projects Fund	(196,215)		196,215		
Interest Earned in Capital Project Fund	865		(865)		
Total Other Financing Sources and Uses	(195,350)		195,350		
Net Changes in Fund Balances	(467,425)	8,891	3,701,820		3,243,286
Fund Balance — Beginning of Year (Deficit)	2,392,542	(76,693)	(3,406,455)		(1,090,606)
Fund Balance — End of Year (Deficit)	\$ 1,925,117	\$ (67,802)	\$ 295,365	\$ -	\$ 2,152,680

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

AUDIT RECOMMENDATIONS SUMMARY

For the Fiscal Year Ended June 30, 2018

Penns Grove Carneys Point Regional School District
Board of Education

RECOMMENDATIONS:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

None

3. School Purchasing Programs

None

4. School Food Service

Finding 2018-1

Recommendation

The Board should implement a corrective action plan to effectively reduce the net cash resources on hand through capital expenditure or otherwise.

5. Student Body Activities

None

6. Application for State School Aid

None

7. Pupil Transportation

None

8. Facilities and Capital Assets

None

9. Miscellaneous

None

10. Status of Prior Years' Audit Finding/Recommendations:

In accordance with government auditing standards, our procedures included a review of all prior year recommendations. There were no findings in prior year.