

BOARD OF EDUCATION
PENNS GROVE-CARNEYS POINT REGIONAL
SYNOPSIS OF COMPREHENSIVE ANNUAL FINANCIAL REPORT AND AUDIT
FISCAL YEAR ENDED JUNE 30, 2019

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, 2019, 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, 2019

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 960,875	\$	\$ 1,345,625	\$	\$ 2,306,500
Interfund Accounts Receivable	797,955				797,955
State Aid Receivable	518,434		7,871,312		8,389,746
Federal Aid Receivable	19,179	699,553			718,732
Receivables From Other Governments	603,404				603,404
Total Assets	\$ 2,899,847	\$ 699,553	\$ 9,216,937	\$	\$ 12,816,337
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 101,596	\$ 335,950		\$	\$ 437,546
Grant Loan Payable			8,500,000		8,500,000
Premium on Grant Loan			52,275		52,275
Interfund Accounts Payable	841,983	428,658	369,297		1,639,938
Unearned Revenue	4,483	4,900			9,383
Total Liabilities	948,062	769,508	8,921,572		10,639,142
Fund Balances:					
Restricted:					
Capital Reserve	773,788				773,788
Maintenance Reserve	18,877				18,877
Excess Surplus	797,980				797,980
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	739,147				739,147
Year-End Encumbrances	114,450				114,450
Designated for Subsequent Year's Expenditures	460,853				460,853
Unassigned (Deficit)	(1,403,310)	(69,955)			(1,473,265)
Total Fund Balances (Deficit)	1,951,785	(69,955)	295,365		2,177,195
Total Liabilities and Fund Balances	\$ 2,899,847	\$ 699,553	\$ 9,216,937	\$	

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 \$53,161,262 and the accumulated depreciation is \$18,734,903. (See Note 7).	34,426,359
Deferred Outflow of Resources - Deferred Pension Contribution.	3,107,424
Long Term Net Pension Liability	(12,136,434)
Deferred Inflows of Resources - Pension Actuarial Gains.	(4,206,311)
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 9).	(7,066,727)
Deferred Outflow of Resources - Deferred Amount on Refunding of Debt.	20,210
Interest on long term debt is accrued on the Statement of Net Position regardless when due.	(60,775)
Net Position of governmental activities	\$ 16,260,941

PENNS GROVE-CARNEYS POINT REGIONAL SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local Tax Levy	\$ 11,187,209	\$	\$	\$ 767,734	\$ 11,954,943
Tuition Charges	395,560				395,560
Transportation Fees from Other LEAS	1,199				1,199
Homeless Tuition Reimbursement	299,295				299,295
Interest Earned	36,293		10,771		47,064
Miscellaneous	38,129	12,884			51,013
State Sources	28,716,177	697,393		383,591	29,797,161
Federal Sources	62,124	2,561,157			2,623,281
Total Revenues	40,735,986	3,271,434	10,771	1,151,325	45,169,516
EXPENDITURES					
Current:					
Regular Instruction	9,214,428	2,319,966			11,534,394
Special Education Instruction	3,688,620				3,688,620
Other Special Instruction	940,510				940,510
Other Instruction	413,568				413,568
Tuition	2,795,698				2,795,698
Student and Instruction Related Services	2,713,374	437,102			3,150,476
General Administrative Services	961,271				961,271
School Administrative Services	1,495,842				1,495,842
Other Administrative Services	1,006,902				1,006,902
Plant Operations and Maintenance	3,221,589				3,221,589
Pupil Transportation	2,008,657				2,008,657
Unallocated Benefits	11,776,457	516,519			12,292,976
Capital Outlay	483,173				483,173
Debt Service:					
Principal				950,000	950,000
Interest and Other Charges				201,325	201,325
Total Expenditures	40,720,089	3,273,587		1,151,325	45,145,001
Excess (Deficiency) of Revenues over Expenditures	15,897	(2,153)	10,771		24,515
OTHER FINANCING SOURCES (USES)					
Interest Earned in Capital Project Fund	10,771		(10,771)		
Total Other Financing Sources and Uses	10,771		(10,771)		
Net Changes in Fund Balances	26,668	(2,153)			24,515
Fund Balance — Beginning of Year (Deficit)	1,925,117	(67,802)	295,365		2,152,680
Fund Balance — End of Year (Deficit)	\$ 1,951,785	\$ (69,955)	\$ 295,365	\$	\$ 2,177,195

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

**AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2019
Penns Grove Carneys Point School District**

Recommendations:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

None

3. School Purchasing Programs

None

4. School Food Service

Finding 2019-1

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. Charter School Enrollment System(CHE) (Applicable to audits of charter schools)

None

8. Pupil Transportation

None

9. Facilities and Capital Assets

None

10. Miscellaneous

None

AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2019
Penns Grove Carneys Point School District
(Continued)

11. Status of Prior Year Audit Findings/Recommendations

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.

Status

Unresolved