

BOARD OF EDUCATION

PENNS GROVE-CARNEYS POINT REGIONAL

SYNOPSIS OF COMPREHENSIVE ANNUAL FINANCIAL REPORT AND AUDIT

FISCAL YEAR ENDED JUNE 30, 2020

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, 2020, 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.

  
\_\_\_\_\_  
Brian Ferguson  
Interim School Board Secretary

**PENNS GROVE-CARNEYS POINT REGIONAL SCHOOL DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2020**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmenta. Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 4,257,227	\$	\$ 1,263	\$	\$ 4,258,490
Interfund Accounts Receivable	536,299				536,299
State Aid Receivable	368,575		7,871,312		8,239,887
Federal Aid Receivable		751,301			751,301
Receivables From Other Governments	748,571				748,571
<b>Total Assets</b>	<b>\$ 5,910,672</b>	<b>\$ 751,301</b>	<b>\$ 7,872,575</b>	<b>\$</b>	<b>\$ 14,534,548</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 1,280,272	\$ 586,811		\$	\$ 1,867,083
Interfund Accounts Payable	1,243,883	162,850	364,523		1,771,256
Grant Loan Payable			7,158,000		7,158,000
Premium on Grant Loan			54,687		54,687
Unearned Revenue	4,483	64,053			68,536
<b>Total Liabilities</b>	<b>2,528,638</b>	<b>813,714</b>	<b>7,577,210</b>		<b>10,919,562</b>
<b>Fund Balances:</b>					
<b>Restricted:</b>					
Capital Reserve	773,888				773,888
Maintenance Reserve	18,877				18,877
Excess Surplus	1,765,350				1,765,350
Capital Projects Fund			295,365		295,365
<b>Assigned:</b>					
<b>Capital Reserve:</b>					
Designated for Subsequent Year's Expenditures	600,000				600,000
<b>Excess Surplus:</b>					
Designated for Subsequent Year's Expenditures	797,980				797,980
Year-End Encumbrances	596,259				596,259
Designated for Subsequent Year's Expenditures	402,020				402,020
Unassigned (Deficit)	(1,572,340)	(62,413)			(1,634,753)
<b>Total Fund Balances (Deficit)</b>	<b>3,382,034</b>	<b>(62,413)</b>	<b>295,365</b>		<b>3,614,986</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 5,910,672</b>	<b>\$ 751,301</b>	<b>\$ 7,872,575</b>	<b>\$</b>	

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 \$53,842,272 and the accumulated depreciation is \$19,414,819. (See Note 7).	34,427,453
Deferred Outflow of Resources - Deferred Pension Contribution.	1,884,553
Long Term Net Pension Liability	(10,017,568)
Deferred Inflows of Resources - Pension Actuarial Gains.	(4,888,353)
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).	(6,246,088)
Interest on long term debt is accrued on the Statement of Net Position regardless when due.	(54,475)
<b>Net Position of governmental activities</b>	<b>\$ 18,720,508</b>

**PENNS GROVE-CARNEYS POINT REGIONAL SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Tax Levy	\$ 11,427,627	\$	\$	\$ 753,508	\$ 12,181,135
Tuition Charges	1,048,765				1,048,765
Interest Earned	69,775		721		70,496
Miscellaneous	52,813	470			53,283
State Sources	29,609,241	639,081		373,817	30,622,139
Federal Sources	79,328	2,346,490			2,425,818
<b>Total Revenues</b>	<b>42,287,549</b>	<b>2,986,041</b>	<b>721</b>	<b>1,127,325</b>	<b>46,401,636</b>
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	9,324,930	2,193,401			11,518,331
Special Education Instruction	3,481,695				3,481,695
Other Special Instruction	870,212				870,212
Other Instruction	427,261				427,261
Support Services and Undistributed Costs:					
Tuition	2,616,056				2,616,056
Student and Instruction Related Services	2,621,986	423,226			3,045,212
General Administrative Services	1,052,227				1,052,227
School Administrative Services	1,520,155				1,520,155
Other Administrative Services	1,019,763				1,019,763
Plant Operations and Maintenance	2,834,994				2,834,994
Pupil Transportation	2,186,392				2,186,392
Unallocated Benefits	11,993,389	361,872			12,355,261
Capital Outlay	733,676				733,676
Debt Service:					
Principal				945,000	945,000
Interest and Other Charges				182,325	182,325
<b>Total Expenditures</b>	<b>40,682,736</b>	<b>2,978,499</b>		<b>1,127,325</b>	<b>44,788,560</b>
Excess (Deficiency) of Revenues over Expenditures	1,604,813	7,542	721		1,613,076
<b>OTHER FINANCING SOURCES (USES)</b>					
Interest Earned in Capital Project Fund	721		(721)		
Transfer to Charter School	(23,385)				(23,385)
Cancellation of Prior Year Accounts Receivable	(151,900)				(151,900)
<b>Total Other Financing Sources and Uses</b>	<b>(174,564)</b>		<b>(721)</b>		<b>(175,285)</b>
Net Changes in Fund Balances	1,430,249	7,542			1,437,791
Fund Balance — Beginning of Year (Deficit)	1,951,785	(69,955)	295,365		2,177,195
Fund Balance — End of Year (Deficit)	\$ 3,382,034	\$ (62,413)	\$ 295,365	\$	\$ 3,614,986

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

**AUDIT RECOMMENDATIONS SUMMARY**  
**For the Fiscal Year Ended June 30, 2020**  
**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 2020-1**

**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**

11. Status of Prior Year Audit Findings/Recommendations

**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.

**Status**

Unresolved