



School District of Haverford Township

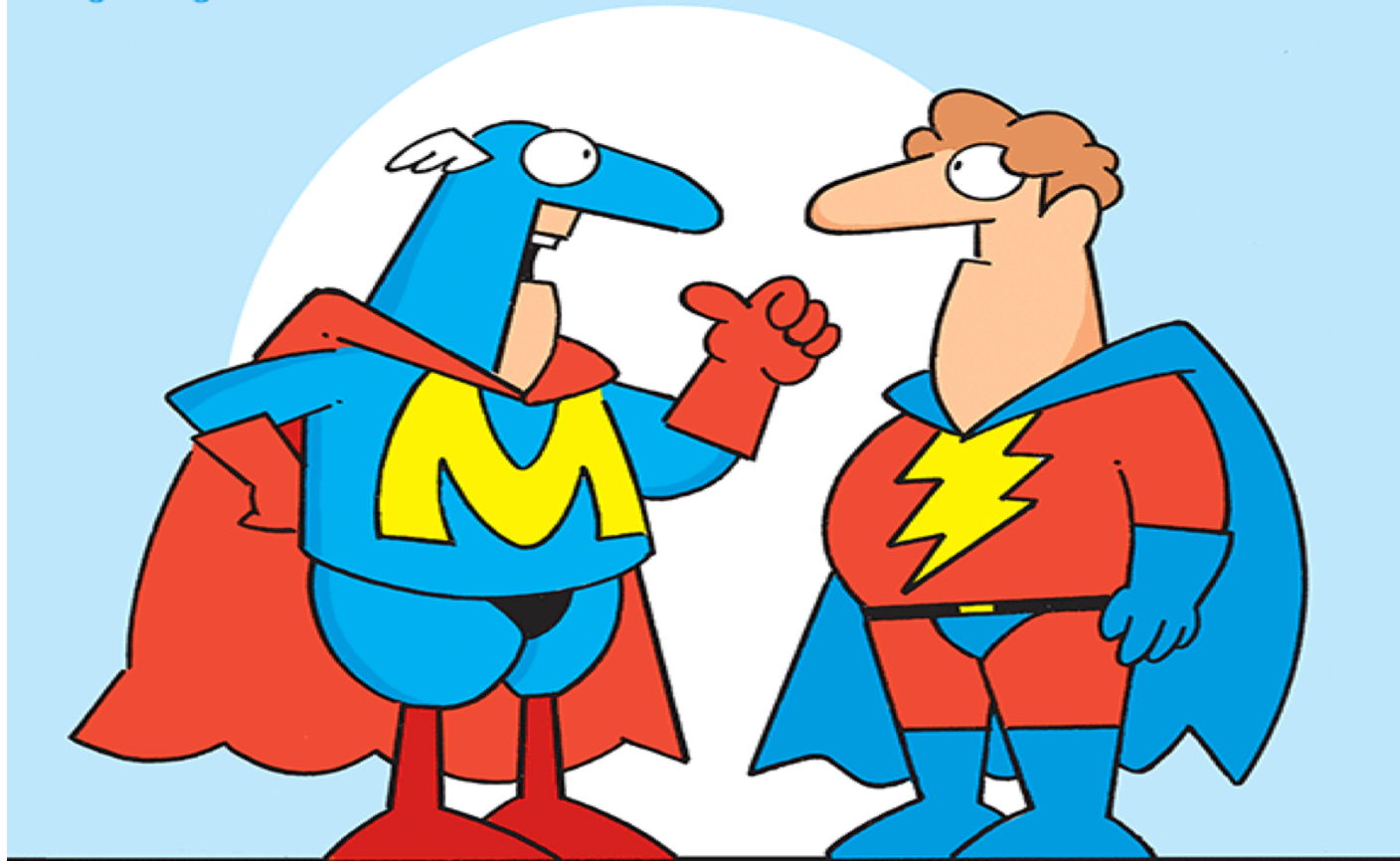
Audit Summary

For the Year Ended June 30, 2018



1835 Market Street, 3rd Floor
Philadelphia, PA 19103

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**“I’m Meeting Man. My superpower is the ability
to keep people awake during PowerPoints!”**

Independent Auditor's Report

- Report on the Financial Statements - outlines the scope of the audit and identifying each opinion unit.
- Management's Responsibility - to prepare the financial statements in accordance with generally accepted accounting principles.
- Auditor's Responsibility - express opinions on each opinion unit.
 - Conduct the audit in accordance with generally accepted auditing standards
 - Conduct the audit in accordance with government auditing standards
- Opinions - unmodified, which means that the financial statements are fairly presented, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- Required Supplementary Information - which is to perform limited procedures, such as comparing with financial statements, but not to provide an opinion.
- Supplementary Information – discusses the schedule of expenditures of federal awards which was included in our audit of the basic financial statements and are fairly presented.
- Other Reporting - references our report on internal control and compliance based on an audit conducted in accordance with government auditing standards

General Fund Budget vs Actual

| | Budget | Actual | Variance |
|-------------------------|-----------------|-----------------|----------------|
| Revenues | \$ 116,488,876 | \$ 119,294,665 | \$ 2,805,789 |
| Expenditures | \$(117,651,876) | \$(117,068,249) | \$ 583,627 |
| Other Financing Sources | \$ _____ - | \$ _____ 3,100 | \$ _____ 3,100 |
| Change in Fund Balance | \$ (1,163,000) | \$ 2,229,516 | \$ 3,392,516 |
| Fund Balance, Beginning | | \$ 10,973,540 | |
| Fund Balance, Ending | | \$ 13,203,056 | |

General Fund Budget vs Actual Analysis

- Actual local source revenues were \$1,863,600 more than budgeted primarily due to better than anticipated collections for real estate, interim and realty transfer taxes and more than expected investment earnings which are indicators of an improving local economy.
- Actual state source revenues were \$740,012 more than budgeted primarily due to higher than anticipated state appropriations for basic education, special education, transportation and retirement subsidies and the Ready to Learn grant.

General Fund – Fund Balance

June 30, 2018

| | |
|--------------------------|-----------------------------|
| Nonspendable | |
| Prepaid Items | \$ 738 |
| Committed | |
| Capital Projects | \$ 2,608,385 |
| Balance 2018-2019 Budget | \$ 643,583 |
| Unassigned* | \$ <u>9,950,350</u> |
| | \$ <u>13,203,056</u> |

**Represents 8.00% of the \$124,379,377 2018-2019 expenditure budget which is within 8% allowed by PDE*

Food Service Analysis

June 30, 2018

| | 2018 | 2017 | 2016 |
|------------------------------------|--------------------|--------------------|--------------------|
| Revenues | \$ 1,838,615 | \$ 1,810,236 | \$ 1,843,492 |
| Expenditures | <u>(2,194,282)</u> | <u>(1,990,220)</u> | <u>(1,965,866)</u> |
| Revenues Over (Under) Expenditures | (355,667) | (179,984) | (122,374) |
| Noncash Items: | | | |
| Change in Actuarial Liabilities | 238,781 | 77,000 | 36,000 |
| Expenditures | <u>27,629</u> | <u>27,894</u> | <u>29,282</u> |
| Loss from Operations | \$ (89,725) | \$ (75,090) | \$ (57,092) |

PSERS Net Pension Liability Update

Effective 2014-2015, the District was required to comply with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The major impact of GASB Statement No. 68 is to present, on the Statement of Financial Position, certain items related to the District's proportionate liability from its participation in the Commonwealth's Public School Employees Retirement System ("**PSERS**").

Effective 2017-2018, the District was required to comply with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The major impact of GASB Statement No. 75 is to present, on the Statement of Financial Position, certain items related to the District's proportionate liability from its participation in the Commonwealth's Public School Employees Retirement System ("**PSERS**") healthcare insurance premium assistance program, which was not required to be presented in the prior years.

This liability increased to \$199,035,272 as of June 30, 2018, representing an increase of \$3,137,272.

Employer Contribution Rates to "PSERS"

| | |
|-------------|----------|
| 2016 - 2017 | 30.03% |
| 2017 - 2018 | 32.57% |
| 2018 - 2019 | 33.43% |
| 2019 - 2020 | 34.29% |
| 2020 - 2021 | 34.77% * |
| 2021 - 2022 | 35.19% * |
| 2022 - 2023 | 35.84% * |
| 2023 - 2024 | 36.30% * |

* Projected, not yet certified

Schedule of Findings and Questioned Costs and Other Filing Deadlines

- No findings to report on internal control over financial reporting and on compliance
- No management letter comments
- Since the District spent more than \$750,000 in federal funds, a Single Audit was required
 - The major program tested was IDEA.
- Unmodified opinion on compliance
- Internal controls over compliance were also evaluated
- Financial Statements will be posted to EMMA within 180 days of year end (December 27th)
- Single Audit will be filed with Audit Clearinghouse by 9 months of year end (March 31st)