

Sayreville Board of Education

Audit Synopsis

2017-18

SAYREVILLE BOROUGH BOARD OF EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local sources:					
Local tax levy	\$ 60,289,602.00	\$	\$	\$ 3,445,666.00	\$ 63,735,268.00
Tuition from Individuals	58,499.05				58,499.05
Tuition from other LEAs within the State	165,884.31				165,884.31
Transportation fees from other LEAs	85,218.29				85,218.29
Rents and Royalties	46,758.43				46,758.43
Interest on Maintenance Reserve	5.07				5.07
Interest on Capital Reserve	5,510.33				5,510.33
Miscellaneous	192,811.61	8,400.00			201,211.61
Total - local sources	<u>60,844,289.09</u>	<u>8,400.00</u>		<u>3,445,666.00</u>	<u>64,298,355.09</u>
State sources	35,087,011.58	183,249.02		72,278.00	35,342,538.60
Federal sources	213,075.56	2,276,925.26			2,490,000.82
Total revenues	<u>96,144,376.23</u>	<u>2,468,574.28</u>		<u>3,517,944.00</u>	<u>102,130,894.51</u>
EXPENDITURES:					
Current expense:					
Regular instruction	26,015,259.15				26,015,259.15
Special instruction	9,784,243.53	1,938,931.77			11,723,175.30
Other Instruction	2,930,877.42				2,930,877.42
Support services:					
Tuition	2,524,806.52				2,524,806.52
Student & instruction related services	8,895,522.23	529,642.51			9,425,164.74
General administrative services	1,494,965.42				1,494,965.42
School administrative services	2,944,611.37				2,944,611.37
Central service/Admin information technology	1,874,547.49				1,874,547.49
Plant operations and maintenance	5,142,107.86				5,142,107.86
Pupil transportation	5,019,919.01				5,019,919.01
Unallocated benefits	26,178,261.08				26,178,261.08
Transfer to Charter Schools	186,129.00				186,129.00
Special schools	87,219.20				87,219.20
Debt Service:					
Principal				2,290,000.00	2,290,000.00
Interest				1,303,276.00	1,303,276.00
Capital outlay	1,891,936.55				1,891,936.55
Total expenditures	<u>94,970,405.83</u>	<u>2,468,574.28</u>		<u>3,593,276.00</u>	<u>101,032,256.11</u>
Excess (deficiency) of revenues over (under) expenditures	1,173,970.40			(75,332.00)	1,098,638.40
Other financing sources (uses):					
Transfers In/out	110,000.00				110,000.00
Capital leases (non-budgeted)	754,418.89				754,418.89
Total other financing sources	<u>864,418.89</u>				<u>864,418.89</u>
Net change in fund balances	2,038,389.29			(75,332.00)	1,963,057.29
Fund balances, July 1, 2017	5,286,923.41			150,266.08	5,437,189.49
Fund balances, June 30, 2018	<u>\$ 7,325,312.70</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 74,934.08</u>	<u>\$ 7,400,246.78</u>

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

SAYREVILLE BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	<u>GENERAL</u>	<u>SPECIAL</u>	<u>CAPITAL</u>	<u>DEBT</u>	<u>TOTAL</u>
	<u>FUND</u>	<u>REVENUE</u>	<u>PROJECTS</u>	<u>SERVICE</u>	<u>GOVERNMENTAL</u>
	<u>FUND</u>	<u>FUND</u>	<u>FUND</u>	<u>FUND</u>	<u>FUNDS</u>
ASSETS:					
Cash and cash equivalents	\$ 6,510,770.83	\$	\$	\$ 74,934.08	\$ 6,585,704.91
Accounts Receivable:					
Federal	4,320.33	1,277,530.26			1,281,850.59
State	908,812.75				908,812.75
Other	329,232.74	11,200.00			340,432.74
Due from other funds	<u>1,010,838.32</u>				<u>1,010,838.32</u>
 Total assets	 <u>\$ 8,763,974.97</u>	 <u>\$ 1,288,730.26</u>	 <u>\$</u>	 <u>\$ 74,934.08</u>	 <u>\$ 10,127,639.31</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts payable	\$ 1,423,782.27	\$ 391,180.22	\$	\$	\$ 1,814,962.49
Due to other funds		883,222.06			883,222.06
Payable to state government		14,327.98			14,327.98
Unearned revenue	<u>14,880.00</u>				<u>14,880.00</u>
 Total liabilities	 <u>1,438,662.27</u>	 <u>1,288,730.26</u>	 <u>\$</u>	 <u>\$</u>	 <u>2,727,392.53</u>
Fund balances:					
Restricted:					
Capital reserve	1,829,643.30				1,829,643.30
Maintenance reserve	1,001,009.03				1,001,009.03
Emergency reserve	250,000.00				250,000.00
Excess Surplus designated for subsequent years expenditures	1,113,883.00				1,113,883.00
Excess surplus - Current Year	2,023,392.88				2,023,392.88
Debt service fund				1.08	1.08
Assigned:					
Encumbrances	336,267.49				336,267.49
Designated for subsequent years expenditures	<u>771,117.00</u>			<u>74,933.00</u>	<u>846,050.00</u>
 Total fund balances	 <u>7,325,312.70</u>	 <u></u>	 <u></u>	 <u>74,934.08</u>	 <u>7,400,246.78</u>
 Total liabilities and fund balances	 <u>\$ 8,763,974.97</u>	 <u>\$ 1,288,730.26</u>	 <u>\$ -0-</u>	 <u>\$ 74,934.08</u>	 <u>\$ 10,127,639.31</u>

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

SAYREVILLE BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

Total Fund Balances (Brought Forward)	\$	7,400,246.78
<p>Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are different because:</p> <p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>		
Cost of Assets	\$	130,133,146.38
Accumulated Depreciation		<u>(51,504,408.00)</u>
		78,628,738.38
<p>The Internal Service Fund is used to account for the financing of dental and prescription benefits to district employees. Employee benefits are governmental activities. This amount is the unrestricted net position in the Internal Service Fund.</p>		
		669,237.16
<p>Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.</p>		
Net Pension Liability		(27,318,852.00)
Compensated Absences		(1,058,298.06)
Bonds Payable:		
Outstanding at June 30, 2018		(39,030,000.00)
Capital Leases:		
Outstanding at June 30, 2018		<u>(2,481,296.80)</u>
		(69,888,446.86)
<p>Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.</p>		
Pensions:		
Deferred Outflows		
Lease related		1,788,457.00
Pension related		<u>7,714,677.00</u>
		9,503,134.00
Deferred Inflows:		
Pension related		(5,911,621.00)
<p>Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.</p>		
Accounts Payable - Pension Related		(1,074,476.00)
Accrued Interest Payable		<u>(537,821.55)</u>
		<u>(1,612,297.55)</u>
Net Position of Governmental Activities	\$	<u><u>18,788,990.91</u></u>

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

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

RECOMMENDATIONS

Administrative Practices and Procedures

None

Financial Planning, Accounting and Reporting

None

School Purchasing Program

None

School Food Service

None

Student Body Activities

None

Application for State School Aid

None

Pupil Transportation

2018-001: That the District's DRTRS report be reconciled with the records used for the Application for State School Aid (A.S.S.A.).

Capital Assets and Facilities

None

Prior Year Audit Findings

None