

SYNOPSIS OF AUDIT REPORT FOR PUBLIC DISTRIBUTION

**TOWNSHIP OF EDISON SCHOOL DISTRICT
COUNTY OF MIDDLESEX**

As required by Title 18A:23-4, the following is a synopsis of the audit of the financial statements and supplementary data of the Governmental Activities for the year ended June 30, 2022.

	<u>GENERAL</u> <u>FUND</u>	<u>SPECIAL</u> <u>REVENUE</u> <u>FUND</u>	<u>CAPITAL</u> <u>PROJECTS</u> <u>FUND</u>	<u>DEBT</u> <u>SERVICE</u> <u>FUND</u>	<u>TOTAL</u> <u>GOVERNMENTAL</u> <u>FUNDS</u>
ASSETS					
Cash & Cash Equivalents	\$ 43,265,184.68	\$ -	\$ 680,931.71	\$ -	\$ 43,946,116.39
Cash Held with Fiscal Agent	125,000.00	-	-	-	125,000.00
Receivables, Net:					
Due from Other Governments:					
Federal	-	11,084,833.00	-	-	11,084,833.00
State	4,490,478.53	128,037.31	-	-	4,618,515.84
Restricted Cash & Cash Equivalents	26,519,000.07	-	-	-	26,519,000.07
Total Assets	\$ 74,399,663.28	\$ 11,212,870.31	\$ 680,931.71	\$ -	\$ 86,293,465.30
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Deficit	\$ -	\$ 3,317,408.52	\$ -	\$ -	\$ 3,317,408.52
Accounts Payable	15,084,263.47	4,290,530.26	-	-	19,374,793.73
Intergovernmental Payable:					
State	-	126,027.00	-	-	126,027.00
Unemployment Trust Liability	461,644.81	-	-	-	461,644.81
Other Current Liabilities	6,673,504.29	-	-	-	6,673,504.29
Interfund Payable	504,589.90	594,577.23	450,031.09	-	1,549,198.22
Unearned Revenue	-	1,513,056.41	-	-	1,513,056.41
Payroll Deductions and Withholdings	2,559,747.35	-	-	-	2,559,747.35
Total Liabilities	25,283,749.82	9,841,599.42	450,031.09	-	35,575,380.33
Fund Balances:					
Restricted for:					
Capital Reserve	23,580,531.75	-	-	-	23,580,531.75
Maintenance Reserve	1,331,592.31	-	-	-	1,331,592.31
Emergency Reserve	1,000,000.00	-	-	-	1,000,000.00
Excess Surplus	5,751,806.14	-	-	-	5,751,806.14
Excess Surplus Designated for Subsequent Year	661,486.00	-	-	-	661,486.00
Reserve for Unemployment Claims	606,876.01	-	-	-	606,876.01
Capital Projects	-	-	230,900.62	-	230,900.62
Scholarships	-	20,131.42	-	-	20,131.42
Student Activities	-	1,351,139.47	-	-	1,351,139.47
Assigned to:					
Designated for Subsequent Year	5,432,457.00	-	-	-	5,432,457.00
Other Purposes	-	-	-	-	-
Unassigned	10,751,164.25	-	-	-	10,751,164.25
Total Fund Balances	49,115,913.46	1,371,270.89	230,900.62	-	50,718,084.97
Total Liabilities & Fund Balances	\$ 74,399,663.28	\$ 11,212,870.31	\$ 680,931.71	\$ -	\$ 86,293,465.30

**TOWNSHIP OF EDISON SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2022**

	<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 Sources:					
Local Tax Levy	\$ 234,538,000.00	\$ -	\$ -	\$ 500,000.00	\$ 235,038,000.00
Tuition Charges	250,641.00	-	-	-	250,641.00
Transportation Charges	1,099,550.51	-	-	-	1,099,550.51
Miscellaneous	1,684,812.62	2,223,138.57	-	-	3,907,951.19
Total Local Sources	237,573,004.13	2,223,138.57	-	500,000.00	240,296,142.70
State Sources	104,268,114.67	1,143,252.37	-	28,750.00	105,440,117.04
Federal Sources	194,697.95	11,106,800.75	-	-	11,301,498.70
Total Revenues	342,035,816.75	14,473,191.69	-	528,750.00	357,037,758.44
Expenditures:					
Instruction:					
Regular Instruction	95,730,400.31	5,187,360.31	-	-	100,917,760.62
Special Education Instruction	20,649,760.94	-	-	-	20,649,760.94
Other Instruction	3,638,850.90	-	-	-	3,638,850.90
Support Services:					
Tuition	10,020,163.34	-	-	-	10,020,163.34
Attendance & Social Work Services	269,111.16	-	-	-	269,111.16
Health Services	2,403,169.24	-	-	-	2,403,169.24
Student & Instruction Related Services	23,008,795.95	4,653,427.67	-	-	27,662,223.62
General Administrative	3,633,372.46	-	-	-	3,633,372.46
School Administrative Services	9,529,749.47	-	-	-	9,529,749.47
Central Services	1,437,365.84	-	-	-	1,437,365.84
Administrative Information Technology	2,453,060.81	-	-	-	2,453,060.81
Plant Operations & Maintenance	17,314,182.91	-	-	-	17,314,182.91
Pupil Transportation	18,036,696.91	-	-	-	18,036,696.91
Unallocated Benefits	46,461,915.37	-	-	-	46,461,915.37
On Behalf TPAF Pension and Social Security Contributions	65,122,963.67	-	-	-	65,122,963.67
Special Schools	464,693.00	-	-	-	464,693.00
Transfer to Charter Schools	953,583.00	3,919,356.82	-	-	4,872,939.82
Capital Outlay	21,888,117.57	-	-	-	21,888,117.57
Debt Service:					
Principal	-	-	-	500,000.00	500,000.00
Interest	102,117.00	-	-	28,750.00	130,867.00
Total Expenditures	343,118,069.85	13,760,144.80	-	528,750.00	357,406,964.65
Excess/(Deficiency) of Revenues Over Expenditures	(1,082,253.10)	713,046.89	-	-	(369,206.21)
Other Financing Sources (Uses):					
Transfers In	-	-	-	72,403.41	72,403.41
Transfers Out	-	-	(72,403.41)	-	(72,403.41)
Total Other Financing Sources (Uses)	-	-	(72,403.41)	72,403.41	-
Net Changes in Fund Balances	(1,082,253.10)	713,046.89	(72,403.41)	72,403.41	(369,206.21)
Fund Balance, July 1	50,198,166.56	658,224.00	303,304.03	(72,403.41)	51,087,291.18
Proof	\$ 49,115,913.46	\$ 1,371,270.89	\$ 230,900.62	\$ -	\$ 50,718,084.97

**TOWNSHIP OF EDISON SCHOOL DISTRICT
AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2022**

Recommendations:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

Finding 2022-003* (Financial Statement Finding 2022-001): That the District implement internal controls to ensure that a complete and accurate general ledger is maintained and financial reports are reviewed regularly for accuracy.

Finding 2022-004* (Financial Statement Finding 2022-002) : That bank reconciliations be completed accurately and timely.

3. School Purchasing Programs

Finding 2022-002 (Financial Statement Finding 2022-005) : That encumbrances should be separated from accounts payable.

Finding 2022-001 (Financial Statement Finding 2022-006): That the District maintain and complete an accurate general ledger and review line items for potential over-expenditures and have budget transfers approved by the Board of Education prior to committing funds.

4. School Food Service

None

5. Student Body Activities

None

6. Application for State School Aid

None

7. Pupil Transportation

Finding 2022-005 (Financial Statement Finding 2022-003) : That a proper Transportation Student Listing be maintained by the District.

8. Facilities and Capital Assets

Finding 2022-006 (Financial Statement Finding 2022-004) : Due to the size and nature of the District, an appraisal should be completed annually.

9. Miscellaneous

None

10. Status of Prior Year Audit Findings/Recommendations

A review was performed on the prior year recommendations and corrective action was taken on all prior year findings except those marked with an asterisk above.

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