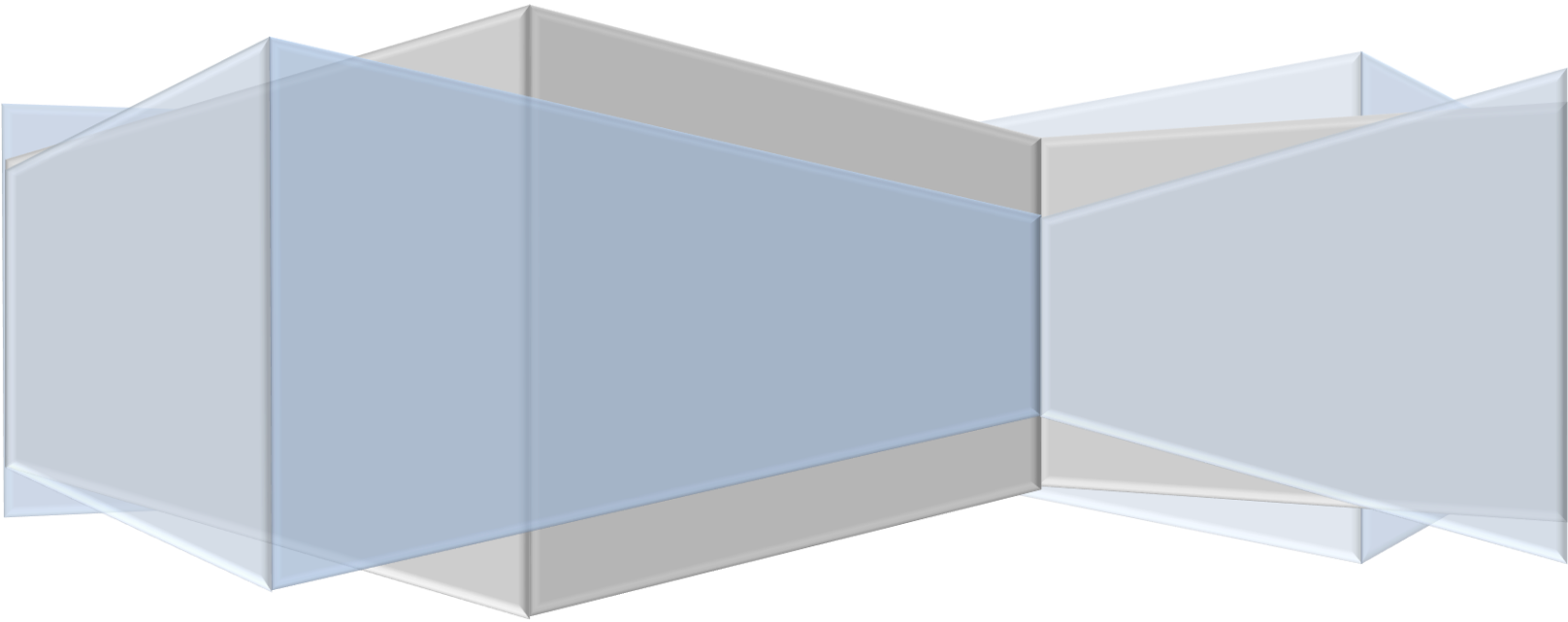


Samuel Klein And Company LLP

Mountain Lakes School District

2024 Audit Results



Contents

Audit Highlights 3

Audit Highlights (continued)..... 4

Summary of audit results 5

Required communication and other matters..... 6

Technical Developments 8



Samuel Klein And Company

January 7, 2025
The Board of Education
Mountain Lakes School District

Members of the Board

We have audited the financial statements of Mountain Lakes School District (Organization) as of and for the year ended June 30, 2024. Professional standards require that we advise you of audit matters that are, in our professional judgment, significant and relevant to those charged with governance in overseeing the financial reporting process. This communication is intended to provide you with these required communications as well as other findings and information regarding the audit.

This report is intended solely for and use of the Board Members and management of the Organization, and is not intended to be, and should not be, used by anyone other than these specified parties.

We are pleased to work with you and the Organization and appreciate the opportunity to present our audit findings to you. Should you have any questions or are interested in further discussing matters reflected in our presentation or other items pertaining to the audit, please contact Michael McGuire, Engagement Partner at 973-624-6100.

Very Truly Yours,

Samuel Klein And Company LLP

Samuel Klein And Company LLP



Audit Highlights

Scope of services summary:

Assurances

- Express an opinion on, and report to the Board of Education, the results of our audit of:
 - The Mountain Lakes School District (the Organization) financial statements as of and for the year ended June 30, 2024, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) and *Government Audit Standards* (GAS).
 - The Organization’s financial statements, internal control over financial reporting and on compliance and other matters based on an audit of the financial statements performed in accordance with GAS.
- Issue a written communication to:
 - Management and the Board of Education describing significant deficiencies and material weaknesses identified during our audit.
- Issue a management letter including recommendations for improvement in controls and procedures, if warranted.

Audit Status

- We have completed the 2024 financial statement audit
 - We will issue an unmodified opinion on the Organization’s financial statements
-



Audit Highlights (continued)

Results

- The analysis of significant accounting matters is appropriate
 - There has been great cooperation and communication between management and Samuel Klein and Company LLP.
-

Comments on corrected and uncorrected misstatements:

- **None**
-



Summary of audit results

Critical accounting policies, estimates and areas of audit emphasis financial statement accounts and disclosures

Financial statement account or area of emphasis	Summary of procedures and findings
Cash	<p>We obtained and tested year-end bank reconciliations and reviewed and tested significant items. In addition, we tested internal control over cash disbursement.</p> <p>Results: No significant exceptions noted.</p>
Revenue and Receivables	<p>We tested the Organizations internal controls over its process of recording cash receipts and revenues, including classification of revenues. We updated our understanding of the Organizations policies and procedures surrounding the recording of receivables.</p> <p>Results: No significant exceptions noted</p>
Capital Assets	<p>We updated our understanding of the Organizations policies and procedures surrounding capital asset accounting, including applicable depreciation policies</p> <p>We reviewed capital asset activity; including roll forward of the capital asset balances.</p> <p>Results: No significant exceptions noted.</p>
Other Liability Accounts	<p>We reviewed significant payables and other accruals for proper recording. Further, as with other areas, we supplemented our procedures with analytical reviews to ensure the balances are reasonable.</p> <p>Results: No significant exceptions noted. We did note that the detailed list for the flexible spending account was not in agreement with the general ledger balance.</p>
Expenses	<p>We have tested the Organizations internal control over the cash disbursement process. We also performed analytical procedures.</p> <p>Results: No significant exceptions noted.</p>
Financial Statement Close Process, including disclosures	<p>The Organizations management is responsible for the fair presentation of the financial statements in accordance with U.S. GAAP</p> <p>Results: No significant exceptions noted.</p>

Required communication and other matters

Communication topic	Response
<p>Planned scope and timing of the audit</p> <p>The auditors are required to communicate with those charged with governance an overview of the planned scope and timing of the audit</p>	<p>We conducted our audit consistent with the planned scope and timing we previously communicated to you.</p>
<p>Compliance with all ethical requirements regarding independence</p>	<p>The engagement team and our firm overall have complied with all relevant ethical requirements regarding independence.</p>
<p>Qualitative aspects of the entity’s significant accounting practices.</p> <ul style="list-style-type: none"> Significant accounting polices <p>Management has the responsibility to select and use the appropriate accounting policies</p>	<p>A summary of significant accounting policies adopted by the Organization is included in Note 1 to the financial statements. No matters have come to our attention that would requires us, under professional standards, to inform you about</p> <ol style="list-style-type: none"> The methods used to account for significant unusual transactions. The effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.
<ul style="list-style-type: none"> Financial statement disclosure <p>Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users</p>	<p>Certain accounting estimates are particularly sensitive because of their significance to financial statements and their susceptibility to change. There are no sensitive estimates affecting the financial statements.</p>
<p>Identified or suspected fraud</p>	<p>We did not identify any actual or suspected instances of fraud.</p>
<p>Significant difficulties encountered during the audit</p>	<p>We encountered no significant difficulties in dealing with management during the performance of the audit.</p>
<p>Uncorrected and corrected misstatements</p> <p>Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures and the financial statements as a whole</p>	<p>There were no uncorrected misstatements.</p>

Communication topic	Response
<p>Qualitative aspects of accounting practice</p> <p>Significant unusual transactions</p>	<p>No matters have come to our attention that would require us to inform you about the methods used for significant unusual transactions</p>
<p>Disagreements with management</p> <p>For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting or auditing matter, which could be significant to Organization's financial statements or the auditor's report</p>	<p>No such disagreements arose during the course of the audit</p>
<p>Representations requested from management</p>	<p>We will request certain written representations from management. This letter will be presented at the completion of the audit.</p>
<p>Management's consultations with other accountants</p>	<p>Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.</p>
<p>Other significant matters, findings or issues</p>	<p>In the normal course of our professional association with the Organization, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating conditions affecting the entity and operating plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition impacting our retention as the Organization's auditors</p>
<p>Noncompliance with laws and regulations</p>	<p>We did not identify any matters involving noncompliance with laws and regulations during the course of the audit</p>
<p>Other information in documents containing audited financial statements</p>	<p>Pursuant to professional standards, our responsibility as auditors for other information in documents containing the Organization's audited financial statements does not extend beyond the financial information identified in the audit report, and we are not required to perform any procedures to corroborate such other information</p>



Communication topic	Response
Substantial doubt on the entity's ability to continue as a going concern	Management noted no events or conditions that would indicate substantial doubt on the entity's ability to continue as a going concern for one year from when the financial statements will be issued or are available to be issued.

Technical Developments

- GASB No. 101 *Compensated Absences*
- GASB No. 102 Certain Risk Disclosures
- GASB No. 103 Financial Reporting Model Improvements
- GASB No. 104 Disclosure of Certain Capital Assets

