

BOARD OF EDUCATION
TOWNSHIP OF PITTSBORO
SYNOPSIS OF COMPREHENSIVE ANNUAL FINANCIAL REPORT AND AUDIT
FISCAL YEAR ENDED JUNE 30, 2017

The following is a synopsis of the audit as set forth in the audit report pertaining to the

BOARD OF EDUCATION OF THE TOWNSHIP OF PITTSBORO

for the fiscal year ended June 30, 2017, 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.

Darren Harris
Business Administrator

PITTSBORO TOWNSHIP SCHOOL DISTRICT

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2017

	<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>Permanent</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 957,721	\$	\$	\$ 91,681	\$ 1,049,402
Due from Other Funds	53,617				53,617
State Aid Receivable	251,495				251,495
Federal Aid Receivable		121,400			121,400
Receivables from Other Governments	7,933				7,933
Other Accounts Receivable	7,255				7,255
Restricted Cash - Capital Reserve	2,751				2,751
Total Assets	\$ 1,280,772	\$ 121,400	\$	\$ 91,681	\$ 1,493,853
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 519,143	\$ 66,208	\$	\$	\$ 585,351
Short-Term Loan Payable	1,313,956	6,930			1,320,886
Other Liabilities	22,225				22,225
Interfund Payable	21	53,617			53,638
Unearned Revenue		1,575			1,575
Total Liabilities	1,855,345	128,330			1,983,675
Fund Balances:					
Restricted:					
Capital Reserve	2,751				2,751
Assigned:					
Year-End Encumbrances	36,765				36,765
Special Revenue Fund (Deficit)		(6,930)			(6,930)
Permanent Fund				91,681	91,681
Unassigned, Reported In:					
General Fund (Deficit)	(614,089)				(614,089)
Total Fund Balances (Deficit)	(574,573)	(6,930)		91,681	(489,822)
Total Liabilities and Fund Balances	\$ 1,280,772	\$ 121,400	\$	\$ 91,681	

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 \$39,983,522 and the accumulated depreciation is \$26,130,736 (See Note 5).

13,852,786

Deferred Outflow of Resources - Deferred Pension Contribution.

124,721

Deferred Inflows of Resources - Pension Actuarial Gains.

3,275,422

Deferred Inflows of Resources - Employer Pension

(854,436)

Long Term Net Pension Liability

(11,141,908)

Accrued interest is not payable within the current year and therefore, not reported in the funds.

(130,898)

Internal Service Fund - Reserve for Encumbrances

25

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 6).

(8,630,296)

Net Position of Governmental Activities (Deficit)

\$ (3,994,406)

PITTSGROVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
REVENUES						
Local sources:						
Local Tax Levy	\$ 10,033,892	\$	\$	\$ 517,162	\$	\$ 10,551,054
Tuition Charges - LEA's	3,071,329					3,071,329
Tuition Charges - ELLI	46,585					46,585
Interest Earned	8,338		99		279	8,716
Miscellaneous	32,367	35,096			2,000	69,463
Total - Local Sources	13,192,511	35,096	99	517,162	2,279	13,747,147
State Sources	16,891,240	69,300		260,866		17,221,406
Federal Sources	26,476	788,485				814,961
Total Revenues	30,110,227	892,881	99	778,028	2,279	31,783,514
EXPENDITURES						
Current:						
Regular Instruction	7,281,217	783,589				8,064,806
Special Education Instruction	2,221,725					2,221,725
Other Special Instruction	423,650					423,650
Other Instruction	441,349					441,349
Support Services:						
Tuition	1,171,860					1,171,860
Student & Instruction Related Services	3,292,388	47,088			2,200	3,341,676
General Administrative Services	633,248					633,248
School Administrative Services	1,033,114					1,033,114
Central Services and Information Technology	643,509					643,509
Plant Operations and Maintenance	2,614,841					2,614,841
Pupil Transportation	1,802,630					1,802,630
Employee Benefits	8,970,197	62,204				9,032,401
Debt Service:						
Principal				560,000		560,000
Interest and Other Charges				218,028		218,028
Capital Outlay	1,572,280		3,000			1,575,280
Total Expenditures	32,102,008	892,881	3,000	778,028	2,200	33,778,117
Excess (Deficiency) of Revenues over Expenditures	(1,991,781)		(2,901)		79	(1,994,603)
OTHER FINANCING SOURCES (USES)						
Transfer to Charter School	(26,615)					(26,615)
Transfer to Capital Projects Fund	(55,953)		55,953			
Interest Earned Transferred to General Fund	99		(99)			
Proceeds from Capital Leases	1,191,515					1,191,515
Cancellation of State Aid			(118,802)			(118,802)
Total Other Financing Sources and Uses	1,109,046		(118,802)			1,046,098
Net Change in Fund Balances	(882,735)		(121,703)		79	(948,505)
Fund Balance—July 1 (Deficit)	308,162	(6,930)	65,849		91,602	458,683
Fund Balance—June 30 (Deficit)	\$ (574,573)	\$ (6,930)	\$	\$	\$ 91,681	\$ (489,822)

AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2017
BOARD OF EDUCATION OF THE TOWNSHIP OF PITTSBORO

Recommendations:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

None

3. School Purchasing Programs

None

4. School Food Service

None

5. Student Body Activities

None

6. Application for State School Aid

None

7. Pupil Transportation

None

8. Facilities and Capital Assets

None

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.