

**CENTRAL REGIONAL SCHOOL DISTRICT**

**Bayville, New Jersey  
County of Ocean**

**Auditor's Management Report on Administrative Findings -  
Financial, Compliance and Performance  
YEAR ENDED JUNE 30, 2024**



# MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS FINANCIAL, COMPLIANCE AND PERFORMANCE

## TABLE OF CONTENTS

	<b>PAGE</b>
Report of Independent Auditors - Auditor's Management Report on Administrative Findings, Financial Compliance and Performance	1
Scope of Audit	3
Administrative Practices and Procedures:	
Insurance	3
Official Bonds	3
P.L.2020,c.44	3
Tuition Charges	3
Financial Planning, Accounting and Reporting:	
Examination of Claims	3
Payroll Account	3
Employee Position Control Roster	4
Reserve for Encumbrances and Accounts Payable	4
Classification of Expenditures	4
Board Secretary's Records	4
Treasurer's Records	4
Pupil Transportation	4
Elementary & Secondary School Education Act (E.S.E.A.), as amended by the Improving America's Schools Act of 1994 (I.A.S.A.)	4
Other Special Deferral and/or State Projects	4
T.P.A.F. Reimbursement	5
T.P.A.F. Reimbursement as the State for Federal Salary Expenditures	5
School Purchasing Programs:	
Contracts & Agreements Requiring Advertisement for Bids	5
School Food Service	5
Student Body Activities	6
Application for State School Aid (ASSA)	6
Testing for Lead of All Drinking Water in Educational Facilities	6
Follow-up on Prior Year Findings	6
Office of Fiscal Accountability and Compliance (OFAC) Findings	6
Acknowledgment	7
Additional Information:	
Schedule of Audited Enrollments	11
Schedule of Meal Count Activity	15
Net Cash Resource Schedule	16
Excess Surplus Calculation	17
Audit Recommendations Summary	20

***This page intentionally left blank***



Certified Public Accountants + Advisors

1985 Cedar Bridge Ave., Suite 3 • Lakewood, NJ 08701 • 732.797.1333

194 East Bergen Place • Red Bank, NJ 07701 • 732.747.0010

[www.hfacpas.com](http://www.hfacpas.com)

## AUDITOR'S MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE AND PERFORMANCE

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

We have audited, in accordance with generally accepted audit standards and *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the Central Regional School District (School District) in the County of Ocean for the year ended June 30, 2024, and have issued our report thereon dated January 14, 2025.

As part of our audit, we performed procedures required by the New Jersey Department of Education, and the findings and results thereof are disclosed on the following pages, as listed in the accompanying table of contents.

This report is intended for the information of the School District's management and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty  
Certified Public Accountant  
Public School Accountant, No. 2470

Lakewood, New Jersey  
January 14, 2025

*This page intentionally left blank*

## ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE AND PERFORMANCE

### Scope of Audit

The audit covered the financial transactions of the Board Secretary/School Business Administrator, the activities of the Board of Education (the Board), and the records of the various funds under the auspices of the Board.

### Administrative Practices and Procedures

#### Insurance

Fire insurance coverage was carried in the amounts as detailed on Exhibit J-20, Insurance Schedule contained in the School District's ACFR.

#### Official Bonds (N.J.S.A. 18A:17-26, 18A:17-32, 18A:13-13)

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Kevin O'Shea	Board Secretary/School Business Administrator	\$ 50,000
Carmen Memoli	Treasurer	260,000

At June 30, 2024, the officials' surety bond coverage was not sufficient to meet the minimum requirements set forth in N.J.S.A. 18A: 17-32.

#### P.L.2020,c.44

Our audit procedures included an inquiry and subsequent review of health benefits data required per *N.J.S.A. 18A:16-13.3* (Chapter 44) submitted for the year on audit. The chapter 44 summary report was reviewed for reasonableness and timeliness.

The data submitted did include all health benefit plans offered by the school district.

The School District data certification was completed by the Board Administrator. The School District Chapter 44 data was submitted timely.

#### Tuition Charges

A comparison of tentative tuition charges and actual certified tuition charges was made. The actual costs were less than estimated costs. The School District made a proper adjustment to the billings to sending districts for the decrease in per pupil cost in accordance with *N.J.A.C. 6A:23A-17.1(f)3*.

### **Financial Planning, Accounting and Reporting**

#### Examination of Claims

A sample examination of claims paid during the period under the review did not indicate any discrepancies with respect to signatures, certification or supporting documentation.

#### Payroll Account

The net salaries of sampled employees of the board were deposited in the Payroll Account. Employee's payroll deductions and employer's share of fringe benefits were deposited in the Payroll Agency Account.

Sampled payrolls were approved by the Superintendent and were certified by the President of the Board and the School Business Administrator/Board Secretary.

Sampled salary withholdings were promptly remitted to the proper agencies, including health benefits premium amounts withheld due to the general fund.

Payrolls were delivered to the Treasurer of School Monies who then deposited with warrants in separate bank accounts for net payroll and withholdings.

### **Employee Position Control Roster**

A sample inquiry and subsequent review of the Position Control Roster found no inconsistencies between the payroll records, employee benefit records (e.g. pension reports and health benefit coverage reports), the general ledger accounts to where wages are posted (administrative versus instruction), and the Position Control Roster.

### **Reserve for Encumbrances and Accounts Payable**

A sample of outstanding issued purchase orders was made as of June 30 for proper classification of orders as reserve for encumbrances and accounts payable. No exceptions were noted.

### **Classification of Expenditures**

The coding of expenditures was tested for proper classification in accordance with *N.J.A.C. 6A:23 A-16.29(f)* as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of a sample of expenditures included in our compliance and single audit testing procedures. In addition to randomly selecting a test sample, our sample selection specifically targeted administrative coding classifications to determine overall reliability and compliance with *N.J.A.C. 6A:23A-8.3*. As a result of the procedures performed, a transaction error rate of 0% percent overall was noted and no additional procedures were deemed necessary to test the propriety of expenditure classification.

### **Board Secretary's Records**

Our review of the financial and accounting records maintained by the board secretary were found to be in satisfactory condition.

### **Treasurer's Records**

Our review of the financial and accounting records maintained by the Treasurer of School Monies were found to be in satisfactory condition.

### **Pupil Transportation**

Our audit procedures included a sample test of on roll status reported in the 2023-2024 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was verified to the DRTRS Eligibility Summary Report without exception. The results of our procedures are presented in the Schedule of Audited Enrollments.

Our procedures also included a sample of transportation contracts and purchases. Based on our sample, the School District complied with proper bidding procedures and award of contracts. The bid specifications for the purchase of buses were in compliance with applicable statutes. No exceptions were noted in our sampling of transportation related purchases of goods and services.

### **Elementary and Secondary Education Act (E.S.E.A.) as amended by Every Student Succeeds Act**

The E.S.E.A. / N.C.L.B. financial exhibits are contained within the Special Revenue Section of the ACFR. This section of the ACFR documents the financial position pertaining to the projects under Titles I, and II of the Elementary and Secondary Education Act as amended and reauthorized.

### **Other Special Federal and/or State Projects**

The district's Special Projects were approved as listed on Schedule A and Schedule B located in the ACFR.

Our audit of the federal and state funds on a test basis indicated that obligations and expenditures were incurred during the fiscal year or project period for which the project was approved.

The financial exhibits are contained within the Special Revenue Section of the ACFR. This section of the ACFR documents the financial position pertaining to the aforementioned special projects.



## **T.P.A.F. REIMBURSEMENT**

Our audit procedures included a sample test of the biweekly reimbursements forms filed with the Department of Education for district employees who are members of the Teachers Pension and Annuity Fund. No exceptions were noted.

### **TPAF Reimbursement to the State for Federal Salary Expenditures**

The amount of the expenditure charged to the current year's Final Report(s) for all federal awards for the School District to reimburse the State for the TPAF/FICA payments made by the State on-behalf of the school district for those employees whose salaries are identified as being paid from federal funds was made prior to the end of the 90 day grant liquidation period required by the Office of Grants Management. The expenditure was reviewed subsequent to the reimbursement and no exceptions were noted.

## **School Purchasing Programs**

### **Contracts and Agreements Requiring Advertisement for Bids**

The bid thresholds in accordance with *N.J.S.A. 18A:18A-2* and *18A:18A-3(a)* are \$44,000 (with a Qualified Purchasing Agent) and \$32,000 (without a Qualified Purchasing Agent), respectively. The law regulating bidding for public school student transportation contracts under *N.J.S.A. 18A:39-3* is \$22,400 for 2023-24.

The Board has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the contract year. Where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion should be sought before a commitment is made.

Based on the results of our tests on sample basis, we did not note any individual payments, contracts, or agreements made for the performance of any work or goods or services, in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provision of *N.J.S.A. 18A:18A-4*.

Resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per *N.J.S.A. 18A:18A-5*.

### **School Food Service**

SFAs were authorized to solicit and award emergency noncompetitive procurements and contracts with Food Service Management Companies in accordance with *2 CFR 200.320* and *N.J.S.A.18A:18A-7*. The SFAs were also authorized to submit contract modifications to their existing Cost Reimbursable or Fixed Price contracts as necessary to ensure the feeding of all children throughout the age of 18, as well as persons over 18 with disabilities as defined in the regulations.

The financial transactions and statistical records of the school food service fund were reviewed. The financial accounts, meal count records were reviewed on a test-check basis. No exceptions were noted.

Cash receipts and bank records were reviewed for timely deposit. No exceptions were noted.

Expenditures should be separately recorded as food, labor and other costs. Vendor invoices were reviewed, and costs verified. Inventory records on food and supply items were currently maintained and properly applied in determining the cost of food and supplies used.

The cash disbursements records reflected expenditures for program related goods and services. The appropriate revenue and expenditure records were maintained in order to substantiate the non-profit status of the school food service. No exceptions were noted.

The SFA recorded and maintained separate supporting documentation for additional costs (food, supplies, transportation, etc.) applicable to the implementation of the COVID-19 meal service under SSO or SFSP program requirements.

### **School Food Service (continued)**

Net cash resources did not exceed three months average expenditures.

Time sheets were reviewed, and labor costs verified. Payroll records were maintained on all School Food Service employees authorized by the board of education. No exceptions were noted.

The number of meals claimed for reimbursement was compared to sales and meal count records. As part of the claims review process the Edit Check Worksheet was completed. Reimbursement claims were submitted/certified in a timely manner.

Applications for free and reduced price meals were reviewed for completeness and accuracy. The number of free and reduced price meals claimed as served was compared to the number of valid applications / or to the list of directly certified students on file, times the number of operating days, on a school-by-school basis. The free and reduced price meal and free milk policy was reviewed for uniform administration throughout the school system. Sites approved to participate in Provisions I and II were examined for compliance with all counting and claiming requirements. The required verification procedures for free and reduced price applications were completed and available for review. No exceptions noted.

USDA Food Distribution Program (food and/or commodities) were received and a single inventory was maintained on a first-in, first-out basis. No exceptions noted.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (ACFR Schedule B-5) does separate program and non-program revenue AND program and non-program cost of goods sold.

### **Student Body Activities**

Our review of the financial and accounting records for student activities indicated they were in satisfactory condition.

### **Application for State School Aid (ASSA)**

Our audit procedures included a sample test of information reported in the October 13, 2023 Application for State School Aid (A.S.S.A.) for on-roll, private schools for the handicapped and low-income, and bilingual. We also performed a review on a sample basis of the School District's procedures related to its completion. The information on the ASSA was compared to the School District workpapers without exception. The information that was included on the workpapers was verified without exception. The results of our procedures are presented in the Schedule of Audited Enrollments

The School District maintained workpapers on the prescribed state forms of their equivalent. The School District written procedures appear to be adequate for the recording of student enrollment data.

### **Testing for Lead of All Drinking Water in Educational Facilities**

The school district submitted the annual Statement of Assurance to the Department of Education, pursuant to N.J.A.C. 6A:26-12.4(g).

### **Follow-up on Prior Year Findings**

In accordance with audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, our procedures included a review of all prior year findings reported in the prior year's Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance. There were no prior year findings.

### **Office of Fiscal Accountability and Compliance (OFAC) Findings**

There were no Office of Fiscal Accountability and Compliance (OFAC) audit reports issued during the fiscal year ended June 30, 2024.

### **Acknowledgment**

We received the complete cooperation of all the officials of the school district and we greatly appreciate the courtesies extended to the members of the audit team.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty  
Certified Public Accountant  
Public School Accountant, No. 2470

Lakewood, New Jersey  
January 14, 2025

*This page intentionally left blank*

<b>ADDITIONAL INFORMATION</b>
-------------------------------

*This page intentionally left blank*

CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 13, 2023

	2024-2025 Application for State School Aid						Sample for Verification						Private Schools for Disabled														
	Reported on A.S.S.A.			Reported on Workpapers			Errors			Reported on Selected from Workpapers			Verified per Registers			Errors per Registers			Reported on A.S.S.A. as Private Schools			Sample for Verification			Sample Errors		
	On Roll		Shared	On Roll		Shared	Full		Shared	Full		Shared	Full		Shared	Full		Shared	Full		Shared	Sample Verified		Sample Errors			
	Full	Shared		Full	Shared		Full	Shared		Full	Shared		Full	Shared		Full	Shared		Full	Shared		Full	Shared		Full	Shared	Full
Seven	279	-		279	-		35	-		35	-		-	-		-	-		-	-		-	-		-	-	
Eight	278	-		278	-		35	-		35	-		-	-		-	-		-	-		-	-		-	-	
Nine	280	-		280	-		35	-		35	-		-	-		-	-		-	-		-	-		-	-	
Ten	319	-		319	-		40	-		40	-		-	-		-	-		-	-		-	-		-	-	
Eleven	294	47		294	47		37	6		37	6		6	-		6	-		-	-		-	-		-	-	
Twelve	245	48		245	48		31	6		31	6		6	-		6	-		-	-		-	-		-	-	
Subtotal	1,695	95		1,695	95		213	12		213	12		12	-		12	-		-	-		-	-		-	-	
Special Ed - Middle School	149	-		149	-		19	-		19	-		-	-		-	-		-	-		2	2		2	-	
Special Ed - High School	287	43		287	43		36	5		36	5		5	-		5	-		-	-		10	10		10	-	
Subtotal	436	43		436	43		55	5		55	5		5	-		5	-		-	-		12	12		12	-	
Totals	2,131	138		2,131	138		268	17		268	17		17	-		17	-		-	-		12	12		12	-	
Percentage Error	0%						0%						0%						0%								

CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 13, 2023

	Resident Low Income			Sample for Verification			Resident LEP Low Income			Sample for Verification		
	Reported on A.S.S.A as Low Income	Reported on Workpapers as Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors	Reported on A.S.S.A as LEP Low Income	Reported on Workpapers LEP Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors
Seven	91	91	-	31	31	-	5	5	-	5	5	-
Eight	79	79	-	27	27	-	-	-	-	-	-	-
Nine	109	109	-	36	36	-	2	2	-	2	2	-
Ten	73.0	73.0	-	24	24	-	1	1	-	1	1	-
Eleven	84.5	84.5	-	28	28	-	-	-	-	-	-	-
Twelve	56.5	56.5	-	19	19	-	-	-	-	-	-	-
Subtotal	493.0	493.0	-	165	165	-	8	8	-	8	8	-
Special Ed - Middle School	74	74	-	24	24	-	2	2	-	-	-	-
Special Ed - High School	131	131	-	44	44	-	1	1	-	2	2	-
Subtotal	205	205	-	68	68	-	3	3	-	2	2	-
Totals	698	698	-	233	233	-	11.0	11.0	-	10	10	-
Percentage Error	0%			0%			0%			0%		

**Transportation**

	Reported on DRTS by DOE/County	Reported on DRTS by District	Errors	Tested	Verified	Errors
Reg. - Public Schools, col. 1	1,425	1,425	-	205	205	-
Reg - Sp Ed, col. 4	392	392	-	56	56	-
AIL - Non Public	4	4	-	1	1	-
Transported - Non-Public, col. 3	83	83	-	12	12	-
Special Ed Spec, col. 6	79	79	-	11	11	-
Totals	1,983	1,983	-	285	285	-
Percentage Error	0%			0%		



**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 13, 2023**

	<b>Resident LEP NOT Low Income</b>			<b>Sample for Verification</b>		
	<b>Reported on A.S.S.A as LEP Not Low Income</b>	<b>Reported on Workpapers LEP Not Low Income</b>	<b>Errors</b>	<b>Sample Selected from Workpapers</b>	<b>Verified to Test Score and Register</b>	<b>Sample Errors</b>
Seven	2	2	-	2	2	-
Eight	-	-	-	-	-	-
Nine	3	3	-	3	3	-
Ten	2	2	-	2	2	-
Eleven	-	-	-	-	-	-
Twelve	1	1	-	1	1	-
Subtotal	8	8	-	8	8	-
Special Ed - Middle School	-	-	-	-	-	-
Special Ed - High School	1	1	-	1	1	-
Subtotal	1	1	-	1	1	-
Totals	9	9	-	9	9	-
Percentage Error			0%			0%

*This page intentionally left blank*

**SCHEDULE OF MEAL COUNT ACTIVITY**

**CENTRAL REGIONAL SCHOOL DISTRICT**

**FOOD SERVICE FUND**

**NUMBER OF MEALS SERVED AND (OVER) UNDERCLAIM -Federal**

**ENTERPRISE FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

PROGRAM	MEAL CATEGORY	MEALS CLAIMED	MEALS TESTED	MEALS VERIFIED	RATE
National School Lunch (Regula/Rate)	Paid	67,673	67,673	67,673	0.40
National School Lunch (Regular Rate)	Reduced	15,616	15,616	15,616	3.85
National School Lunch (Regular/SSO Rate)	Free	55,466	55,466	55,466	4.25
	TOTAL	138,755	138,755	138,755	
	HHFKA - PB				
National School Lunch	Lunch Only	138,755	138,755.00	138,755.00	0.08
School Breakfast (Regular Rate)	Paid	-	-	-	0.38
	Reduced	-	-	-	1.98
	Free	-	-	-	2.28
	TOTAL	-	-	-	
School Breakfast (Severe Rate)	Paid	6,059	6,059	6,059	0.38
	Reduced	3,361	3,361	3,361	2.43
	Free	14,700	14,700	14,700	2.73
	TOTAL	24,120	24,120	24,120	

Auditor Notation:

(a) Reimbursement rates are subject to annual change. Rates indicated in this sample schedule are for illustrative purposes only. Refer to the detailed schedule of reimbursement rates presented on page II-60.29 of this Audit Program. (b) Overclaims or underclaims must be reflected by program on the Schedule of Findings and Questioned Costs (where applicable) and in the AMR. (c) If underclaims are identified and total \$100.00 or more by program, please contact the DOA for requirements to request reimbursement from USDA. Underclaim requests may or may not be approved by USDA for

# NET CASH RESOURCE SCHEDULE

Net cash resources did not exceed three months of expenditures  
**Proprietary Funds - Food Service**  
**FYE 2024**

<u>Net Cash Resources:</u>		Food Service B - 4/5	
<b>CAFR</b>	*	<b>Current Assets</b>	
B-4		Cash & Cash Equiv.	\$ 47,725
B-4		Due from Other Gov'ts	13,960
B-4		Accounts Receivable	35,411
<b>CAFR</b>		<b>Current Liabilities</b>	
B-4		Less Accounts Payable	(38,320)
B-4		Less Interfund Payable	(75,548)
		<b>Net Cash Resources</b>	<b>\$ 20,814 (A)</b>

## Net Adj. Total Operating Expense:

B-5	Tot. Operating Exp.	1,142,844	
B-5	Less Depreciation	(28,201)	
	<b>Adj. Tot. Oper. Exp.</b>	<b>\$ 1,046,010</b>	<b>(B)</b>

## Average Monthly Operating Expense:

B / 10	<b>\$ 104,601</b>	<b>(C)</b>
--------	-------------------	------------

## Three times monthly Average:

3 X C	<b>\$ 313,803</b>	<b>(D)</b>
-------	-------------------	------------

TOTAL IN BOX A	\$ 20,814
LESS TOTAL IN BOX D	\$ 313,803
NET	<b>\$ (292,989)</b>

From above:

A is greater than D, cash exceeds 3 X average monthly operating expenses.

**D is greater than A, cash does not exceed 3 X average monthly operating expenses.**

\* Inventories are not to be included in total current assets.

SOURCE - USDA resource management comprehensive review form

## EXCESS SURPLUS CALCULATION

### REGULAR DISTRICT

#### SECTION 1

##### **A. 2% Calculation of Excess Surplus**

2023-24 Total General Fund Expenditures per the ACFR, Ex. C-1	\$ <u>57,075,511</u> (B)
Increased by:	
Transfer from Capital Outlay to Capital Projects Fund	\$ <u>-</u> (B1a)
Transfer from Capital Reserve to Capital Projects Fund	\$ <u>-</u> (B1b)
Transfer from Capital Reserve to Capital Projects Fund	\$ <u>-</u> (B1c)
ransfer from General Fund to SRF for Pre-Inclusion	\$ <u>-</u> (B1d)
Decreased by:	
On-Behalf TPAF Pension & Social Security	\$ <u>9,351,377</u> (B2a)
Assets Acquired Under Financed Purchases	\$ <u>-</u> (B2b)
Adjusted 2023-2024 General Fund Expenditures [(B)+(B1s)-(B2s)]	\$ <u><u>47,724,134</u></u> (B3)
2% of Adjusted 2023-2024 General Fund Expenditures [(B3) times .02]	\$ <u>954,483</u> (B4)
Enter Greater of (B4) or \$250,000	\$ <u>954,483</u> (B5)
Increased by: Allowable Adjustment *	\$ <u>71,349</u> (K)
Maximum Unassigned Fund Balance [(B5)+(K)]	\$ <u><u>1,025,832</u></u> (M)

#### SECTION 2

Total General Fund - Fund Balances @ 6/30/2024 (Per ACFR Budgetary Comparison Schedule C-1)	\$ <u>3,786,580</u> (C)
Decreased by:	
Year-End Encumbrances	\$ <u>424,354</u> (C1)
Legally Restricted - Designated for Subsequent Year's Expenditures	\$ <u>-</u> (C2)
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures**	\$ <u>20,205</u> (C3)
Other Restricted Fund Balances ****	\$ <u>2,222,030</u> (C4)
Assigned Fund Balance - Designated for Subsequent Year's Expenditures	\$ <u>229,795</u> (C5)
Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)]	\$ <u><u>890,196</u></u> (U1)

**REGULAR DISTRICT (continued):**

**SECTION 3**

Restricted Fund Balance - Excess Surplus \*\*\* [(U1)-(M)] IF NEGATIVE ENTER -0- \$ \_\_\_\_\_ - (E)

**Recapitulation of Excess Surplus as of June 30, 2024**

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures \*\* \$ \_\_\_\_\_ 20,205 (C3)

Reserved Excess Surplus \*\*\* [(E)] \$ \_\_\_\_\_ - (E)

Total Excess Surplus [(C3)+(E)] \$ \_\_\_\_\_ 20,205 (D)

**Footnotes:**

\*Allowable adjustment to expenditures on line K must be detailed as follows. This adjustment line (as detailed below) is to be utilized when applicable for:

(H) Federal Impact Aid. The passage of P.L.2015, c.46 amended N.J.S.A. 18A:7F-41 to permit a board of education to appropriate federal impact aid funds to establish or supplement a federal impact aid legal reserve in the general fund. Accordingly, the Federal Impact Aid adjustment to expenditures is limited to the portion of Federal Impact Aid Section 8002 and Section 8003 received during the fiscal year and recognized as revenue on the General Fund Budgetary Comparison Schedule, but not transferred to the Federal Impact Aid Reserve – General (8002 or 8003) by board resolution during June 1 to June 30 of the fiscal year under audit. Amounts transferred to the reserve are captured on line (C4);

(I) Sale and Lease-back (Refer to the Audit Program Section II, Chapter 10);

(J1) Extraordinary Aid;

(J2) Additional Nonpublic School Transportation Aid;

(J3) Recognized current year School Bus Advertising Revenue; and

(J4) Family Crisis Transportation Aid.

(J5) Supplemental Stabilization Aid & Maintenance of Equity Aid

*Detail of Allowable Adjustments*

Impact Aid \$ \_\_\_\_\_ - (H)

Sale & Lease-back \$ \_\_\_\_\_ - (I)

Extraordinary Aid \$ \_\_\_\_\_ 36,699 (J1)

Additional Nonpublic School Transportation Aid \$ \_\_\_\_\_ 34,650 (J2)

Current Year School Bus Advertising Revenue Recognized \$ \_\_\_\_\_ - (J3)

Family Crisis Transportation Aid \$ \_\_\_\_\_ - (J4)

Supplemental Stabilization Aid & Maintenance of Equity Aid \$ \_\_\_\_\_ - (J5)

Total Adjustments [(H)+(I)+(J1)+(J2)+(J3)+(J4)+(J5)] \$ \_\_\_\_\_ 71,349 (K)

\*\* This amount represents the June 30, 2024 Excess Surplus (C3 above) and must be included in the Audit Summary Line 90031.

\*\*\* Amounts must agree to the June 30, 2024 ACFR and must agree to Audit Summary Line 90030.

\*\*\*\* AAmount for Other Restricted Fund Balances must be detailed for each source. Use in the excess surplus calculation of any legal reserve that is not state mandated or that is not legally imposed by another type of government, such as the judicial branch of government, must have departmental approval. District requests should be submitted to the Division of Administration and Finance prior to September 30.

**REGULAR DISTRICT (continued):****Detail of Other Restricted Fund Balance****Statutory Restrictions:**

Approved Unspent Separate Proposal	\$	-
Sale/Lease-Back Reserve	\$	-
Capital Reserve	\$	1,243,535
Maintenance Reserve	\$	487,448
Emergency Reserve	\$	50,700
Tuition Reserve	\$	-
School Bus Advertising 50% Fuel Offset Reserve - Current Year	\$	-
School Bus Advertising 50% Fuel Offset Reserve - Prior Year	\$	-
Impact Aid General Fund Reserve (Sections 8002 and 8003)	\$	-
Impact Aid Capital Fund Reserve (Sections 8007 and 8008)	\$	-
Reserve for Unemployment Fund	\$	440,347
Other State/Government Mandated Reserve	\$	-
[Other Restricted Fund Balance Not Noted Above] ****	\$	-
Total Other Restricted Fund Balance	\$	2,222,030 (C4)

**CENTRAL REGIONAL SCHOOL DISTRICT  
AUDIT RECOMMENDATIONS SUMMARY  
YEAR ENDED JUNE 30, 2024**

**SCHOOL DISTRICT**

**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

No Prior Year Audit Findings/Recommendations