

**OLDMANS TOWNSHIP  
SCHOOL DISTRICT  
AUDITOR'S MANAGEMENT REPORT  
ON ADMINISTRATIVE FINDINGS  
FINANCIAL, COMPLIANCE AND PERFORMANCE  
JUNE 30, 2024**



# AUDITORS' MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS FINANCIAL, COMPLIANCE AND PERFORMANCE

## Table of Contents

	Page
Independent Auditors' Report	1
Scope of Audit	2
Administrative Practices and Procedures	
Insurance	2
Official Bonds	2
Tuition Charges	2
Financial Planning, Accounting and Reporting	
Examination of Claims	2
Payroll Account and Position Control Roster	2-3
Reserve for Encumbrances and Accounts Payable	3
Classification of Expenditures	3
Board Secretary's Records	4
Treasurer's Records	4
Pupil Transportation	4
Elementary and Secondary School Improvement Act	5
Other Special Federal and/or State Projects	5
TPAF Reimbursement	5
TPAF Reimbursement to the State for Federal Salary Expenditures	5
School Purchasing Programs	
Contracts and Agreements Requiring Advertisement for Bids	6
School Food Service	6
Student Body Activities	7
Application for State School Aid	7
Facilities and Capital Assets	7
Miscellaneous	7
Testing of Lead of Drinking Water in Educational Facilities	7
Follow-up on Prior Year Findings	7
Acknowledgment	8
Schedule of Meal Count Activity	N/A
Net Cash Resource Schedule	N/A
Schedule of Audited Enrollments	9-11
Excess Surplus Calculation	12-13
Recommendations	14-15

{THIS PAGE IS INTENTIONALLY LEFT BLANK}



## REPORT OF INDEPENDENT AUDITORS

Honorable President and  
Members of the Board of Education  
Oldmans Township School District  
County of Salem, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States, the general-purpose financial statements of the Board of Education of the Oldmans Township School District in the County of Salem for the year ended June 30, 2024, and have issued our report thereon dated February 7, 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 solely for the information and use of the management of Oldmans Township Board of Education and the New Jersey State Department of Education. However, this report is a matter of public record, and its distribution is not limited.

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*  
Michael S. Garcia, CPA  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

February 7, 2025

## **ADMINISTRATIVE FINDINGS – FINANCIAL COMPLIANCE AND PERFORMANCE**

### **Scope of Audit**

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

### **Administrative Practices and Procedures**

#### **Insurance**

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

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Pamela Zook	Board Secretary/ School Business Administrator	\$175,000
Diane Bowman	Treasurer of School Monies	\$175,000

Our audit procedures included an inquiry and subsequent review of health benefit 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 project data certification was completed by the chief school administrator. The school district Chapter 44 data was submitted timely.

If the data certification date reflects submission date later than 60 days after the end of the enrollment period: The original data submission did not require significant revision due to errors or omissions on the part of the district.

#### **Tuition Charges**

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

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

#### **Examination of Claims**

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

#### **Payroll Account and Position Control Roster**

The net salaries of all employees of the Board were deposited in the Payroll Account. Employees' payroll deductions and employer's share of fringe benefits were deposited in the Payroll Agency Account.

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

Salary withholdings were not promptly remitted to the proper agencies, including health benefits withholding due to the general fund.

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

The required certification (E-CERT1) of compliance with requirements for income tax on compensation of administrators (superintendent, assistant superintendents, and business administrator) to the NJ Department of Treasury was filed by the March 15 due date.

Reporting of employee compensation for income tax related purposes did comply with federal (or state) regulations regarding the compensation which is required to be reported.

**Finding 2024-002 AMR**

Employees were not timely enrolled in TPAF pension and payments were not made to the State of New Jersey on a timely basis.

**Recommendation**

Employees be enrolled timely in pension and the payments be made monthly as required.

**Finding 2024-003 AMR**

Employee Health Insurance Contribution withholdings did not agree with the appropriate member contribution rate.

**Recommendation**

Employee Health Insurance member contribution rates be reviewed to ensure accuracy of withholding.

**Finding 2024-004 AMR**

Employee contributions for Defined Contribution Retirement Program have not been paid or reported since February 2024.

**Recommendation**

Employee DCRP contribution be paid and reported.

Reserve for Encumbrances and Accounts Payable

**Finding 2024-005 AMR**

A review of outstanding issued purchase orders was not made as of June 30 for proper classification of orders as reserve for encumbrances and accounts payable.

**Recommendation**

Purchase orders should be reviewed for proper classification at June 30 as accounts payable or reserve for encumbrances based upon whether the goods have been received or the services rendered. All orders that will not be liquidated within the suggested time frame of 60 to 90 days of year-end should be cancelled. Reconciliations of the adjusted June 30 balances for accounts payable and reserve for encumbrances should be performed.

Classification of Expenditures

The coding of expenditures was tested for proper classification in accordance with N.J.A.C. 6A:23-2.2(f) as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of all 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 NJAC 6A:23-8.2. As a result of the procedures performed, a transaction error rate of 0% was noted and no additional procedures were deemed necessary.

A. *General Classification Findings*

B. *Administrative Classification Findings*

### Board Secretary's Records

Other than the Findings listed below, the Board Secretary's Records were in satisfactory condition.

#### **Finding: 2024-001 ACFR & AMR**

The General Ledger and corresponding Board Secretary's Reports, Treasurer's Reports and Bank Reconciliations should be accurately maintained, reconciled and promptly prepared on a monthly basis.

#### **Recommendation:**

We recommend that the General Ledger and corresponding Board Secretary's Reports, Treasurer's Reports and Bank Reconciliations be accurately maintained, reconciled and promptly prepared and submitted to the Board of Education on a timely basis.

Bids received were summarized in the minutes (NJSA 18A:18A-21).

Acknowledgement of the Board's receipt of the Board Secretary's and the Treasurer's monthly financial reports were included in the minutes.

Budget appropriations were not greater than realized revenues and Board authorized use of surplus.

No budgetary line accounts were over-expended during the fiscal year and at June 30.

Purchase orders were charged to the appropriate line accounts in accordance with State prescribed Uniform Minimum Chart of Accounts (2R2), for New Jersey Public Schools.

#### **Finding: 2024-006 AMR**

The capital asset records were not updated for the additions and disposals of capital assets made during the year.

#### **Recommendation**

The district should have adequate internal control procedures over its capital assets, including periodic update of the general ledger for additions and disposals

### Treasurer's Records

The Board Treasurer's Records were in satisfactory condition other than the finding listed as 2024-001..

All cash receipts were promptly deposited.

### Pupil Transportation

Our audit procedures included a test of on roll status reported in the 2023-24 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 review of transportation-related contracts and purchases. Based on our review, the School District complied with proper bidding procedures and award of contracts. An exception was noted in our review of transportation-related purchases of goods and services.

#### **Finding 2024-007 AMR**

Based on the results of our examination we noted individual payments for a temporary transportation contract that were in excess of the statutory threshold where there had been no advertising for bids in accordance with the provisions of NJSA 18A:18A-4.

#### **Recommendation**

The School District should adopt internal control procedures over procurement and purchasing to ensure compliance with NJSA 18A:18A-4.



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

The E.S.E.A./NCLB 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 VI of the Elementary and Secondary Education Act as amended and reauthorized.

The study of compliance for E.S.E.A. did not indicate areas of noncompliance and/or questionable costs.

### **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.

The study of compliance for Other Special Federal and State Projects revealed no areas of noncompliance and/or questionable costs.

### **TPAF Reimbursement**

Our audit procedures included a test of the biweekly reimbursements filed with the Department of Education for district employees who are members of the Teacher's Pension and Annuity Fund. No exceptions were noted with these filings.

#### **Finding 2024-008**

Numerous of the biweekly TPAF social security contribution submissions to the State Department of Education were not filed in a timely manner.

#### **Recommendation**

The School District ensure they timely remit biweekly submissions of the employer's share of social security contributions for members of the TPAF, to the State Department of Education by implementing controls over this process, as required per NJSA 1and 8A:66-66.

### **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 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 Grant Management. The expenditure was reviewed subsequent to the reimbursement and no exceptions were noted.

#### **Finding 2024-009**

The School District did not file or remit the funds to the State of New Jersey for the reimbursement for pension and social security for federally funded programs timely. It had not been paid as of the date of the audit.

#### **Recommendation**

The School District ensure they remit reimbursement(s) of pension and social security for federally funded programs to the State of New Jersey within the statutory 90-day liquidation period, as required per N.J.S.A. 18A:66-90.

## **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 currently \$22,400 for 2023-2024.

The Board of Education has the responsibility of determining whether the expenditures of any category will exceed the statutory thresholds within the contract year. Where questions arise 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.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

Based on the results of my examination, I 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 provisions of N.J.S.A. 18A:18A-4, amended.

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 notified of the requirement to maintain and report separate meal count records and financial records of all applicable costs incurred in providing meals to all students during the emergency.

The school food service program was not selected as a major federal and/or state program. The program expenditures did not exceed \$100,000 in federal and/or state support. Accordingly, we inquired of school management, or appropriate school food service personnel, as to whether the SFA had any Child Nutrition Program reimbursement overclaims or underclaims. No exceptions noted.

We also inquired of school management, or appropriate school food service personnel, as to whether the SFA's expenditures of school food revenues were limited to allowable direct and indirect costs. No exceptions were noted.

The Schedule 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.

We also made inquiries of school management about the public health emergency procedures/practices that the SFA instituted to provide meals to all students, maintenance of all applicable production records; meal counts; noncompetitive procurements; modification of existing contracts and applicable financial records to document the specific costs applicable to the emergency operations.

The Schedule of Meal Count Activity is not a required presentation where the School Food Service Program has not been audited as a major program.

Exhibits reflecting Child Nutrition Program operations are included in the section titled Enterprise Funds, section B of the ACFR.

**Finding 2024-010 AMR**

The School District did not submit a monthly reimbursement for meals served to the Department of Agriculture.

**Recommendation**

The School District ensure the timely remittance of monthly reimbursement requests for meals served to the Department of Agriculture, within 60 days following the last day of the month covered by the claim by implementing controls over this process, as required by 7 CFR210.8(b)1.

**Student Body Activities**

Overall, the records of the various student activity funds were in satisfactory condition.

**Application for State School Aid**

Our audit procedures included a test of information reported in the October 15, 2023, Application for State School Aid (A.S.S.A.) for on-roll, private schools for the handicapped, low income and bilingual. We also performed a review of the School District procedures related to its completion. The information on the A.S.S.A. 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 or their equivalent. The School District has adequate written procedures for the recording of student enrollment data.

**Facilities and Capital Assets**

Our audit procedures of facilities and capital assets found a finding as noted under the Board Secretary's section above.

**Miscellaneous**

The school district did comply with continuing disclosure agreements made in relation to prior year(s) bond issuances.

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

The school district adhered to all the requirements of N.J.A.C. 26-1.2 and 12.4 related to the 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(g).

**Follow-up on Prior Year Findings**

In accordance with governmental auditing standards, our procedures included a review of all prior year recommendations including findings. Corrective action was not required.

**Suggestions to Management**

The School District has a deficit in the Food Service Fund. We suggest that the district develop a plan to fund the deficit.

**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,

*Ford, Scott & Associates, LLC*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*  
Michael S. Garcia  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

February 7, 2025

**TOWNSHIP OF OLDMANS BOARD OF EDUCATION**  
**SCHEDULE OF AUDITED ENROLLMENTS**  
**APPLICATION FOR STATE SCHOOL AID SUMMARY**  
**ENROLLMENT AS OF OCTOBER 15, 2023**

	2023-2024 Application for State School Aid						Sample for Verification						Private Schools for Disabled			
	Reported on A.S.S.A. On Roll			Reported on Workpapers			Reported on Selected from Workpapers			Verified per Registers On Roll			Reported on A.S.S.A. as Private Schools		Sample for Verification	
	Full	Shared		Full	Shared		Full	Shared		Full	Shared				Sample Verified	Sample Errors
Half Day Preschool - 3YR																
Half Day Preschool - 4YR																
Full Day Preschool - 3YR	10.00			10.00		-	5.00		5.00	-		-				
Full Day Preschool - 4YR																
Half Day Kindergarten																
Full Day Kindergarten	21.00			21.00		-	10.00		10.00	-		-				
One	25.00			25.00		-	15.00		15.00	-		-				
Two	27.00			27.00		-	12.00		12.00	-		-				
Three	26.00			26.00		-	15.00		15.00	-		-				
Four	27.00			27.00		-	15.00		15.00	-		-				
Five	31.00			31.00		-	17.00		17.00	-		-				
Six	33.00			33.00		-	17.00		17.00	-		-				
Seven	30.00			30.00		-	16.00		16.00	-		-				
Eight	23.00			23.00		-	13.00		13.00	-		-				
Nine																
Ten																
Eleven																
Twelve																
Post-Graduate																
Adult H.S. (15+CR.)																
Adult H.S. (1-14+CR.)																
Subtotal	253.00	-		253.00		-	135.00	-	135.00	-		-		-	-	-
Special Ed - Elementary	19.00			19.00		-	10.00		10.00	-		-				
Special Ed - Middle School	16.00			16.00		-	8.00		8.00	-		-				
Special Ed - High School																
Subtotal	35.00	-		35.00		-	18.00	-	18.00	-		-		-	-	-
Co. Voc. - Regular																
Co. Voc. - FT Post Sec.																
Totals	288.00	-		288.00		-	153.00	-	153.00	-		-		-	-	-
Percentage Error							-		-			-				

TOWNSHIP OF OLDMANS BOARD OF EDUCATION  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 15, 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 Test Score, Register, & Application	Sample Errors
Half Day Preschool - 3YR												
Half Day Preschool - 4YR												
Full Day Preschool - 3YR												
Full Day Preschool - 4YR												
Half Day Kindergarten												
Full Day Kindergarten												
One	9.00	9.00	-	8.00	8.00	-						
Two	5.00	5.00	-	3.00	3.00	-						
Three	7.00	7.00	-	7.00	7.00	-						
Four	5.00	5.00	-	5.00	5.00	-						
Five	7.00	7.00	-	6.00	6.00	-						
Six	6.00	6.00	-	5.00	5.00	-						
Seven	4.00	4.00	-	3.00	3.00	-						
Eight	10.00	10.00	-	7.00	7.00	-						
Nine	3.00	3.00	-	2.00	2.00	-						
Ten												
Eleven												
Twelve												
Post-Graduate												
Adult H.S. (15+CR.)												
Adult H.S. (1-14+CR.)												
Subtotal	56.00	56.00	-	46.00	46.00	-	-	-	-	-	-	-
Special Ed - Elementary	12.00	12.00	-	7.00	7.00	-						
Special Ed - Middle School	5.00	5.00	-	4.00	4.00	-						
Special Ed - High School												
Subtotal	17.00	17.00	-	11.00	11.00	-	-	-	-	-	-	-
Co. Voc. - Regular												
Co. Voc. - FT Post Sec.												
Totals	73.00	73.00	-	57.00	57.00	-	-	-	-	-	-	-
Percentage Error			-			-			-			-

Transportation					
Reported on DRTRS by DOE/County	Reported on DRTRS by District	Errors	Tested	Verified	Errors
Reg. - Public Schools, col. 1	188.00	-	117.00	117.00	-
Reg - Sp Ed, col. 4	20.50	-	18.00	18.00	-
Transported - Non-Public, col. 3	-	-	-	-	-
AIL Non-Public Schools	6.00	-	6.00	6.00	-
Special Ed Spec, col. 6	7.50	-	7.00	7.00	-
Totals	222.00	-	148.00	148.00	-
Percentage Error		-			-

Reported	Recalculated
6.2	6.2
6.2	6.2
11.1	11.1

Reg Avg. (Mileage) = Regular Including Grade PK Students  
Reg Avg. (Mileage) = Regular Excluding Grade PK Students  
Spec Avg. = Special Ed with Special Needs

**TOWNSHIP OF OLDMANS BOARD OF EDUCATION**  
**SCHEDULE OF AUDITED ENROLLMENTS**  
**APPLICATION FOR STATE SCHOOL AID SUMMARY**  
**ENROLLMENT AS OF OCTOBER 15, 2023**

	<b><u>Resident LEP NOT Low Income</u></b>			<b><u>Sample for Verification</u></b>		
	<u>Reported on A.S.S.A as LEP Not Low Income</u>	<u>Reported on Workpapers LEP Not Low Income</u>	<u>Errors</u>	<u>Sample Selected from Workpapers</u>	<u>Verified to Test Score and Register</u>	<u>Sample Errors</u>
Half Day Preschool - 3YR						
Half Day Preschool - 4YR						
Full Day Preschool - 3YR						
Full Day Preschool - 4YR						
Half Day Kindergarten						
Full Day Kindergarten						
One						
Two						
Three						
Four						
Five						
Six						
Seven						
Eight						
Nine						
Ten						
Eleven						
Twelve						
Post-Graduate						
Adult H.S. (15+CR.)						
Adult H.S. (1-14+CR.)						
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Special Ed - Elementary						
Special Ed - Middle School						
Special Ed - High School						
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Co. Voc. - Regular						
Co. Voc. - FT Post Sec.						
Totals	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Percentage Error			<u><u>-</u></u>			<u><u>-</u></u>

## EXCESS SURPLUS CALCULATION

### SECTION 1

#### Calculation A: 2 Percent Excess Surplus

2023-2024 Total General Fund Expenditures per the ACFR, Ex. C-1	\$ 7,008,356	(B)	
Increased by Applicable Operating Transfers			
Transfer from Capital Outlay to Capital Projects Fund	-	(B1a)	
Transfer from Capital Reserve to Capital Projects Fund	-	(B1b)	
Transfer from General Fund to SRF for PreK-Regular	42,900	(B1c)	
Transfer from General Fund to SRF for PreK-Inclusion	-	(B1d)	
Decreased by:			
On-Behalf TPAF Pension & Social Security	1,168,909	(B2a)	
Assets Acquired Under Capital Leases	-	(B2b)	
Adjusted General Fund Expenditures [(B)+(B1s)-(B2s)]			5,882,347 (B3)
2% of Adjusted 2023-2024 General Fund Expenditures			
[(B3) times .02]			117,647 (A)
Enter greater of (A) or \$250,000			250,000 (B5)
Increased by: Allowable Adjustment *			57,163 (K)
Maximum Unassigned/Undesignated Fund Balance [(B-5)+(K)]			307,163 (M)

### SECTION 2

Total General Fund - Fund Balances @ 6/30/2024 (Per ACFR Budgetary Comparison Schedule C-1)	2,705,063	C	
Decreased by:			
Year-End Encumbrances	222,919	(C1)	
Legally Restricted - Designated for Subsequent Year's Expenditures	-	(C2)	
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures **	554,928	(C3)	
Other Restricted Fund Balances ****	1,015,548	(C4)	
Assigned Fund Balance - Unreserved - Designated for Subsequent Year's Expenditures	53,899	(C5)	
Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)]			857,769 (U1)

### SECTION 3

Restricted Fund Balance - Excess Surplus *** [(U1)-(M)] IF NEGATIVE ENTER -0-	550,606	(E)
---	---------	-----

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

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures **	554,928	(C3)
Reserved Excess Surplus [(C-3) + (E)] ***	550,606	(E)
Total Excess Surplus [(C3) + (E)]	\$ 1,105,534	(D)

\* This adjustment line (as detailed below) is to be utilized when applicable for: Impact Aid, Sale and Lease-back, Extraordinary Aid, Additional and Nonpublic School Transportation Aid, and recognized current year School Bus Advertising Revenue.



**Detail of Allowable Adjustments**

Impact Aid		(H)
Sale & Lease-back		(I)
Extraordinary Aid	54,433	(J1)
Additional Nonpublic School Transportation Aid	2,730	(J2)
Current Year School Bus Advertising Revenue Recognized		(J3)
Family Crisis Transportation Aid		(J4)
Supplemental Stabilization Aid	-	(J5)
Total Adjustments [(H)+(I)+(J1)+(J2)+(J3)]	57,163	(K)

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

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

\*\*\*\* Amount 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 an other 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.

**Detail of Other Restricted Fund Balance**

Statutory restrictions:

Approved unspent separate proposal	
Sale/lease-back reserve	
Capital reserve	480,965
Maintenance reserve	392,149
Tuition reserve	-
Emergency reserve	-
School Bus Advertising 50% Fuel Offset Reserve - current year	
School Bus Advertising 50% Fuel Offset Reserve - prior year	
Other state/government mandated reserve	
Reserve for Unemployment Fund	142,434
[Other Restricted Fund Balance not noted above] ****	
Total Other Restricted Fund Balance	1,015,548 (C4)

AUDIT RECOMMENDATIONS SUMMARY  
For the Fiscal Year Ended June 30, 2024  
OLDMANS TOWNSHIP SCHOOL DISTRICT

Recommendations:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

2024-001 - We recommend that the General Ledger and corresponding Board Secretary's Reports, Treasurer's Reports and Bank Reconciliations be accurately maintained, reconciled and promptly prepared and submitted to the Board of Education on a timely basis.

2024-002 - Employees be enrolled timely in pension and the payments be made monthly as required.

2024-003 - Employee Health Insurance member contribution rates be reviewed to ensure accuracy of withholding.

2024-004 - Employee DCRP contribution be paid and reported.

2024-005 - Purchase orders should be reviewed for proper classification at June 30 as accounts payable or reserve for encumbrances based upon whether the goods have been received or the services rendered. All orders that will not be liquidated within the suggested time frame of 60 to 90 days of year-end should be cancelled. Reconciliations of the adjusted June 30 balances for accounts payable and reserve for encumbrances should be performed.

2024-008 - The School District ensure they timely remit biweekly submissions of the employer's share of social security contributions for members of the TPAF, to the State Department of Education by implementing controls over this process, as required per NJSA 1and 8A:66-66.

2024-009 - The School District ensure they remit reimbursement(s) of pension and social security for federally funded programs to the State of New Jersey within the statutory 90-day liquidation period, as required per N.J.S.A. 18A:66-90.

3. School Purchasing Programs

2024-007 – The School District should adopt internal control procedures over procurement and purchasing to ensure compliance with NJSA 18A:18A-4.

4. School Food Service

2024-010 - The School District ensure the timely remittance of monthly reimbursement requests for meals served to the Department of Agriculture, within 60 days following the last day of the month covered by the claim by implementing controls over this process, as required by 7 CFR210.8(b)1.

5. Student Body Activities

None

6. Application for State School Aid

None

7. Pupil Transportation

None

8. Facilities and Capital Assets

2024-006 - The district should have adequate internal control procedures over its capital assets, including periodic update of the general ledger for additions and disposals.

9. Miscellaneous

None

10. Status of Prior Year Audit Findings/Recommendations

Not applicable