

NUTLEY BOARD OF EDUCATION

SYNOPSIS OF AUDIT

FOR THE YEAR ENDED

JUNE 30, 2016

**NUTLEY BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2016**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 9,020,835		\$ 735,731	\$ 2	\$ 9,756,568
Due from Other Funds	7,101				7,101
Receivables, Net					
Receivables from Other Governments	116,252	\$ 327,721	480,195		924,168
Other	9,793				9,793
Cash with Fiscal Agents	85,000	-	-	-	85,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 9,238,981</u>	<u>\$ 327,721</u>	<u>\$ 1,215,926</u>	<u>\$ 2</u>	<u>\$ 10,782,630</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 442,723	\$ 94,538			\$ 537,261
Intergovernmental Payable		20,803			20,803
Due to Other Funds		21	\$ 6,697		6,718
Unearned Revenue	-	212,359	-	-	212,359
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>442,723</u>	<u>327,721</u>	<u>6,697</u>	<u>-</u>	<u>777,141</u>
Fund Balances					
Restricted					
Capital Reserve	3,073,067				3,073,067
Capital Reserve, Designated for Subsequent Year's Budget	1,000,000				1,000,000
Maintenance Reserve	791,840				791,840
Excess Surplus	502,638				502,638
Excess Surplus - Designated for Subsequent Year's Budget	517,232				517,232
Capital Projects			1,209,229		1,209,229
Debt Service				\$ 2	2
Committed					
Encumbrances	1,163,964				1,163,964
Assigned					
Encumbrances	1,351,514				1,351,514
Unassigned	396,003	-	-	-	396,003
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>8,796,258</u>	<u>-</u>	<u>1,209,229</u>	<u>2</u>	<u>10,005,489</u>
Total Liabilities and Fund Balances	<u>\$ 9,238,981</u>	<u>\$ 327,721</u>	<u>\$ 1,215,926</u>	<u>\$ 2</u>	<u>\$ 10,782,630</u>

**NUTLEY BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<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					
Property Tax Levy	\$ 52,111,139			\$ 2,654,699	\$ 54,765,838
Tuition	153,876				153,876
Transportation Fees	9,100				9,100
Miscellaneous	<u>433,572</u>	<u>\$ 35,332</u>	<u>\$ 2,108</u>	<u>-</u>	<u>471,012</u>
Total - Local Sources	<u>52,707,687</u>	<u>35,332</u>	<u>2,108</u>	<u>2,654,699</u>	<u>55,399,826</u>
State Sources	14,169,166	335,018		821,929	15,326,113
Federal Sources	<u>53,986</u>	<u>1,379,843</u>	<u>-</u>	<u>-</u>	<u>1,433,829</u>
Total Revenues	<u>66,930,839</u>	<u>1,750,193</u>	<u>2,108</u>	<u>3,476,628</u>	<u>72,159,768</u>
EXPENDITURES					
Current					
Regular Instruction	28,545,496	512,117			29,057,613
Special Education Instruction	10,717,555	1,025,171			11,742,726
Other Instruction	1,338,495				1,338,495
School-Sponsored Activities and Athletics	1,527,737				1,527,737
Community Services	6,813				6,813
Support Services					
Student and Instructional Related Services	7,406,550	142,977			7,549,527
General Administrative Services	1,497,630				1,497,630
School Administrative Services	4,474,823				4,474,823
Plant Operations and Maintenance	5,421,334	15,617			5,436,951
Pupil Transportation	2,007,776	24,495			2,032,271
Business Services	1,538,732				1,538,732
Debt Service					
Principal	56,739			2,125,000	2,181,739
Interest and Other Charges	90,846			1,351,629	1,442,475
Capital Outlay	<u>639,106</u>	<u>29,816</u>	<u>160,758</u>	<u>-</u>	<u>829,680</u>
Total Expenditures	<u>65,269,632</u>	<u>1,750,193</u>	<u>160,758</u>	<u>3,476,629</u>	<u>70,657,212</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>1,661,207</u>	<u>-</u>	<u>(158,650)</u>	<u>(1)</u>	<u>1,502,556</u>
OTHER FINANCING SOURCES (USES)					
Capital Lease Proceeds	85,000				85,000
Transfers In	2,108				2,108
Transfers Out	<u>-</u>	<u>-</u>	<u>(2,108)</u>	<u>-</u>	<u>(2,108)</u>
Total Other Financing Sources (Uses)	<u>87,108</u>	<u>-</u>	<u>(2,108)</u>	<u>-</u>	<u>85,000</u>
Net Change in Fund Balances	1,748,315	-	(160,758)	(1)	1,587,556
Fund Balance, Beginning of Year	<u>7,047,943</u>	<u>-</u>	<u>1,369,987</u>	<u>3</u>	<u>8,417,933</u>
Fund Balance, End of Year	<u>\$ 8,796,258</u>	<u>\$ -</u>	<u>\$ 1,209,229</u>	<u>\$ 2</u>	<u>\$ 10,005,489</u>

**NUTLEY BOARD OF EDUCATION
RECOMMENDATIONS**

I. Administrative Practices and Procedures

There are none.

II. Financial Planning, Accounting and Reporting

It is recommended that:

1. The District implement procedures to ensure that budgetary accounts are not overexpended.
2. Budget appropriation transfers and year end Board Secretary and Treasurer's reports be approved within thirty days of the fiscal year end.

III. School Purchasing Program

There are none.

IV. School Food Services

It is recommended that the District review the operations of its Food Service Enterprise Fund to ensure that the net cash resources do not exceed the three month average expenses.

V. Extended Day Program

There are none.

VI. Student Activity and Athletic Association Accounts

There are none.

VII. Application for State School Aid

There are none.

VIII. Pupil Transportation

There are none.

IX. Facilities and Capital Assets

There are none.

X. Miscellaneous

There are none.

XI. Status of Prior Years' Audit Findings/Recommendations

A review was performed on all prior years' recommendations and corrective action was taken on all.