

**SYNOPSIS OF
ANNUAL COMPREHENSIVE FINANCIAL REPORT
AND
AUDITOR'S MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS
FOR PUBLIC DISTRIBUTION**

LOWER CAPE MAY REGIONAL SCHOOL DISTRICT

As required by Title 18A:23-4, the following is a synopsis of the Annual Comprehensive Financial Report and the Auditor's Management Report on Administrative Findings for the year ended June 30, 2021.

LOWER CAPE MAY REGIONAL SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2021

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
Assets:						
Cash and Cash Equivalents	\$ 14,903,174	\$ 257,765	\$ 164,644	\$ 60,001	\$ 21,486	\$ 15,407,070
Interfund Accounts Receivable						
General Fund						
Special Revenue Fund	28,075		6,281			34,356
Capital Projects Fund				6,281		6,281
Enterprise Fund		5,000				5,000
Intergovernmental Accounts Receivables:						
State	223,508					223,508
Federal		45,218				45,218
Other	45,813					45,813
Other Accounts Receivable						
Total Assets	<u>15,200,570</u>	<u>307,983</u>	<u>170,925</u>	<u>66,282</u>	<u>21,486</u>	<u>15,767,246</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Interfund Accounts Payable						
General Fund		28,075				28,075
Special Revenue Fund						
Capital Projects Fund	6,281					6,281
Debt Service Fund			6,281			6,281
Accounts Payable:						
Payroll Deductions and Withholdings Payable	18,011					18,011
Unemployment Claims Payable	17,954					17,954
Scholarships Payable					1,486	1,486
Other		9,212				9,212
Unearned Revenue		7,931				7,931
Total Liabilities	<u>42,246</u>	<u>45,218</u>	<u>6,281</u>	<u>-</u>	<u>1,486</u>	<u>95,231</u>
Fund Balances:						
Restricted:						
Capital Reserve	7,914,215					7,914,215
Maintenance Reserve	1,894,946					1,894,946
Emergency Reserve						
Excess Surplus	4,186,783					4,186,783
Unemployment Compensation	151,465					151,465
Debt Service				3,112		3,112
Student Activities		256,579				256,579
Scholarships		6,186			20,000	26,186
Assigned to:						
Other Purposes	278,022					278,022
Designated for Subsequent Year's Expenditures				63,170		63,170
Unassigned	732,893		164,644			897,537
Total Fund Balances	<u>15,158,324</u>	<u>262,765</u>	<u>164,644</u>	<u>66,282</u>	<u>20,000</u>	<u>15,672,015</u>
Total Liabilities and Fund Balances	<u>\$ 15,200,570</u>	<u>\$ 307,983</u>	<u>\$ 170,925</u>	<u>\$ 66,282</u>	<u>\$ 21,486</u>	

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 \$39,944,948 and the accumulated depreciation is \$18,729,411.	21,215,537
Accrued interest is not due and payable in the current period and therefore, is not reported as a liability in the funds.	(52,737)
Accounts payable related to the April 1, 2022 required PERS contribution that is not to be liquidated with current financial resources.	(545,108)
The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:	
Deferred Outflows of resources from Pensions	\$ 1,223,708
Net Pension Liability	(7,821,108)
Deferred Inflows of resources from Pensions	(3,897,521)
	(10,494,921)
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.	
Serial bonds payable	(6,287,000)
Capital leases payable	(1,796,619)
Compensated absences	(1,581,164)
	(9,664,783)
Net position of governmental activities	<u>\$ 16,130,003</u>

LOWER CAPE MAY REGIONAL SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
for the Fiscal Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
REVENUES:						
Local property tax levy	\$ 22,228,740	\$ -	\$ -	\$ 1,073,500	\$ -	\$ 23,302,240
Tuition charges	129,215					129,215
Transportation fees	79,297					79,297
Interest Earned on capital reserve funds	80,086					80,086
Other restricted miscellaneous revenue	3,125					3,125
Miscellaneous	327,083	-	3,112			330,195
Federal sources	35,381	1,272,056				1,307,437
State sources	13,136,837			67,403		13,204,240
Local sources		198,416				198,416
Total revenues	36,019,764	1,470,472	3,112	1,140,903	-	38,634,251
EXPENDITURES:						
Current expense:						
Regular instruction	8,649,013	594,723				9,243,736
Special education instruction	2,005,391	407,203				2,412,594
Other instruction	778,312					778,312
Support services and undistributed costs:						
Tuition	2,289,989					2,289,989
Student & instruction related services	2,073,976	471,142				2,545,118
General administrative services	639,631					639,631
School administrative services	996,546					996,546
Central services	396,675					396,675
Plant operations and maintenance	2,927,510					2,927,510
Pupil transportation	1,247,593					1,247,593
Unallocated employee benefits	9,390,642	4,368				9,395,010
Transfer to charter schools	27,497					27,497
Capital outlay	2,205,728					2,205,728
Debt service:						
Principal				930,000		930,000
Interest and other charges				213,010		213,010
Total expenditures	33,628,503	1,477,436	-	1,143,010	-	36,248,949
Excess (deficiency) of revenues over (under) expenditures	2,391,261	(6,964)	3,112	(2,107)	-	2,385,302
Other Financing Sources (Uses):						
Transfers in				3,112		3,112
Transfers out	(54,000)		(3,112)			(57,112)
Total other financing sources (uses)	(54,000)	-	(3,112)	3,112	-	(54,000)
Net change in fund balance	2,337,261	(6,964)	-	1,005	-	2,331,302
Fund balances, July 1	12,672,723		164,644	65,277	20,000	12,922,644
Prior Period Adjustments	148,340	269,729				418,069
Fund balances, July 1, Restated	12,821,063	269,729	164,644	65,277	20,000	13,340,713
Fund balances, June 30	\$ 15,158,324	\$ 262,765	\$ 164,644	\$ 66,282	\$ 20,000	\$ 15,672,015

AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2021

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

There were no prior year audit findings/recommendations.

The above synopsis was prepared from the Annual Comprehensive Financial Report and the Auditor's Management Report on Administrative Findings of the Lower Cape May Regional School District for the year ended June 30, 2021. These reports are on file at the Board Secretary/Business Administrator's Office and may be inspected by any interested person.

Mark Mallett
Board Secretary/Business Administrator