

**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, 2023.

LOWER CAPE MAY REGIONAL SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2023

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
Assets:						
Cash and Cash Equivalents	\$ 14,555,235	\$ 256,744	\$ 5,232,528	\$ -	\$ 21,811	\$ 20,066,318
Interfund Accounts Receivable						
General Fund			6,281			6,281
Special Revenue Fund	271,382					271,382
Capital Projects Fund				519,355		519,355
Debt Service Fund	6,281					6,281
Enterprise Fund		5,000				5,000
Intergovernmental Accounts Receivables:						
State	1,325,409					1,325,409
Federal	14,340	287,626				301,966
Other	33,246					33,246
Total Assets	16,205,893	549,370	5,238,809	519,355	21,811	22,535,238
LIABILITIES AND FUND BALANCES						
Liabilities:						
Interfund Accounts Payable						
General Fund		271,382		6,281		277,663
Capital Projects Fund	6,281					6,281
Debt Service Fund			519,355			519,355
Accounts Payable:						
Payroll Deductions and Withholdings Payable	26,605					26,605
Unemployment Claims Payable	39,870					39,870
Scholarships Payable					1,811	1,811
Other		11,068				11,068
Unearned Revenue		5,176				5,176
Total Liabilities	72,756	287,626	519,355	6,281	1,811	887,829
Fund Balances:						
Restricted:						
Capital Reserve	6,331,772					6,331,772
Maintenance Reserve	1,581,632					1,581,632
Excess Surplus	4,032,710					4,032,710
Unemployment Compensation	155,250					155,250
Capital Projects			15,628			15,628
Debt Service				345,298		345,298
Student Activities		255,534				255,534
Scholarships		6,210			20,000	26,210
Assigned to:						
Other Purposes	327,444		4,703,826			5,031,270
Designated for Subsequent Year's Expenditures	1,680,172			167,776		1,847,948
Unassigned	2,024,157					2,024,157
Total Fund Balances	16,133,137	261,744	4,719,454	513,074	20,000	21,647,409
Total Liabilities and Fund Balances	\$ 16,205,893	\$ 549,370	\$ 5,238,809	\$ 519,355	\$ 21,811	

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 \$50,538,551 and the accumulated depreciation is \$20,040,155.	30,498,396
Leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$147,951 and the accumulated amortization is \$52,215.	95,736
Accrued interest is not due and payable in the current period and therefore, is not reported as a liability in the funds.	(202,126)
Accounts payable related to the April 1, 2024 required PERS contribution that is not to be liquidated with current financial resources.	(551,832)
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	\$ 1,003,697
Net Pension Liability	(7,107,923)
Deferred Inflows of resources from Pensions	(1,532,613)
	(7,636,839)
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	(18,867,000)
Financed purchases payable	(1,426,219)
Leases payable	(98,712)
Compensated absences	(1,620,599)
	(22,012,530)
Net position of governmental activities	\$ 21,838,214

LOWER CAPE MAY REGIONAL SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
for the Fiscal Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
REVENUES:						
Local property tax levy	\$ 23,126,781	\$ -	\$ -	\$ 811,627	\$ -	\$ 23,938,408
Tuition charges	110,300					110,300
Transportation fees	209,521					209,521
Interest earned on capital reserve funds	48,532					48,532
Interest earned on maintenance reserve funds	14,263					14,263
Other restricted miscellaneous revenue	1,780		345,298			347,078
Unrestricted miscellaneous revenue	280,166					280,166
Federal sources	48,192	3,821,929				3,870,121
State sources	13,133,000	38,121		103,857		13,274,978
Local sources		390,457				390,457
Total revenues	36,972,535	4,250,507	345,298	915,484	-	42,483,824
EXPENDITURES:						
Current expense:						
Regular instruction	9,064,183	628,354				9,692,537
Special education instruction	1,961,777	396,635				2,358,412
Other instruction	874,231					874,231
Support services and undistributed costs:						
Tuition	1,981,948					1,981,948
Student & instruction related services	1,966,464	666,156				2,632,620
General administrative services	676,637					676,637
School administrative services	1,003,765					1,003,765
Central services	389,012					389,012
Plant operations and maintenance	3,463,751					3,463,751
Pupil transportation	1,511,586					1,511,586
Unallocated employee benefits	10,822,240	119,292				10,941,532
Transfer to charter schools	14,372					14,372
Capital outlay	3,937,513	2,434,820	8,843,693			15,216,026
Debt service:						
Principal				400,000		400,000
Interest and other charges				518,596		518,596
Total expenditures	37,667,479	4,245,257	8,843,693	918,596	-	51,675,025
Excess (deficiency) of revenues over (under) expenditures	<u>(694,944)</u>	<u>5,250</u>	<u>(8,498,395)</u>	<u>(3,112)</u>	<u>-</u>	<u>(9,191,201)</u>
Other Financing Sources (Uses):						
Transfers in				345,298		345,298
Transfers out	(50,000)		(345,298)			(395,298)
Total other financing sources (uses)	<u>(50,000)</u>	<u>-</u>	<u>(345,298)</u>	<u>345,298</u>	<u>-</u>	<u>(50,000)</u>
Net change in fund balance	<u>(744,944)</u>	<u>5,250</u>	<u>(8,843,693)</u>	<u>342,186</u>	<u>-</u>	<u>(9,241,201)</u>
Fund balances, July 1	<u>16,878,081</u>	<u>256,494</u>	<u>13,563,147</u>	<u>170,888</u>	<u>20,000</u>	<u>30,888,610</u>
Fund balances, June 30	<u>\$ 16,133,137</u>	<u>\$ 261,744</u>	<u>\$ 4,719,454</u>	<u>\$ 513,074</u>	<u>\$ 20,000</u>	<u>\$ 21,647,409</u>

AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2023

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, 2023. 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