

**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, 2025.

**LOWER CAPE MAY REGIONAL SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2025**

<b>ASSETS</b>	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
<b>Assets:</b>						
Cash and Cash Equivalents	\$ 6,618,959	\$ 480,471	\$ 864,851	\$ -	\$ 22,629	\$ 7,986,910
District Tax Receivable	-					-
Interfund Accounts Receivable						
General Fund			62,652			62,652
Special Revenue Fund	266,764					266,764
Capital Projects Fund				710,821		710,821
Debt Service Fund	519,354					519,354
Enterprise Fund		5,000				5,000
Intergovernmental Accounts Receivables:						
State	276,233	11,728				287,961
Federal	12,877	40,230				53,107
Other	39,249					39,249
<b>Total Assets</b>	<b>7,733,436</b>	<b>537,429</b>	<b>927,503</b>	<b>710,821</b>	<b>22,629</b>	<b>9,931,818</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities:</b>						
Interfund Accounts Payable						
General Fund		266,764		519,354		786,118
Capital Projects Fund	62,652					62,652
Debt Service Fund			710,821			710,821
Accounts Payable:						
Payroll Deductions and Withholdings Payable	39,640					39,640
Unemployment Claims Payable	40,846					40,846
Scholarships Payable					2,629	2,629
Other						-
Unearned Revenue	2	5,484				5,486
<b>Total Liabilities</b>	<b>143,140</b>	<b>272,248</b>	<b>710,821</b>	<b>519,354</b>	<b>2,629</b>	<b>1,648,192</b>
<b>Fund Balances:</b>						
<b>Restricted:</b>						
Capital Reserve	1,431,915					1,431,915
Maintenance Reserve	1,020,996					1,020,996
Excess Surplus	3,955,653					3,955,653
Unemployment Compensation	160,071					160,071
Capital Projects			216,682			216,682
Debt Service				32,456		32,456
Student Activities		258,941				258,941
Scholarships		6,240			20,000	26,240
<b>Assigned to:</b>						
Other Purposes	303,233					303,233
Designated for Subsequent Year's Expenditures	197,596			159,011		356,607
Unassigned	520,832					520,832
<b>Total Fund Balances</b>	<b>7,590,296</b>	<b>265,181</b>	<b>216,682</b>	<b>191,467</b>	<b>20,000</b>	<b>8,283,626</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,733,436</b>	<b>\$ 537,429</b>	<b>\$ 927,503</b>	<b>\$ 710,821</b>	<b>\$ 22,629</b>	

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 \$64,935,341 and the accumulated depreciation is \$19,102,216.	45,833,125
Leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$138,710 and the accumulated amortization is \$102,012.	36,698
Accrued interest is not due and payable in the current period and therefore, is not reported as a liability in the funds.	(185,116)
Accounts payable related to the April 1, 2026 required PERS contribution that is not to be liquidated with current financial resources.	(509,918)
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	\$ 660,326
Net Pension Liability	(5,067,904)
Deferred Inflows of resources from Pensions	(1,455,814)
	(5,863,392)
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	(16,977,000)
Financed purchases payable	(1,048,258)
Leases payable	(38,978)
Compensated absences	(925,866)
	(18,990,102)
<b>Net position of governmental activities</b>	<b>\$ 28,604,921</b>

**LOWER CAPE MAY REGIONAL SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**for the Fiscal Year Ended June 30, 2025**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
<b>REVENUES:</b>						
Local property tax levy	\$ 24,485,433	\$ -	\$ -	\$ 654,638	\$ -	\$ 25,140,071
Tuition charges	23,249					23,249
Transportation fees	246,809					246,809
Interest earned on capital reserve funds	18,904					18,904
Interest earned on maintenance reserve funds	11,395					11,395
Other restricted miscellaneous revenue	2,266		32,456			34,722
Unrestricted miscellaneous revenue	251,931					251,931
Federal sources	10,432	1,152,457				1,162,889
State sources	10,531,341	83,728		394,324		11,009,393
Local sources		552,152				552,152
<b>Total revenues</b>	<b>35,581,760</b>	<b>1,788,337</b>	<b>32,456</b>	<b>1,048,962</b>	<b>-</b>	<b>38,451,515</b>
<b>EXPENDITURES:</b>						
Current expense:						
Regular instruction	9,257,736	394,081				9,651,817
Special education instruction	1,889,385	401,447				2,290,832
Other instruction	939,998					939,998
Support services and undistributed costs:						
Tuition	2,693,997					2,693,997
Student & instruction related services	2,139,174	616,299				2,755,473
General administrative services	627,750					627,750
School administrative services	1,044,967					1,044,967
Central services	376,540					376,540
Plant operations and maintenance	3,739,483					3,739,483
Pupil transportation	1,778,816					1,778,816
Unallocated employee benefits	11,427,899	280,342				11,708,241
Transfer to charter schools	16,331					16,331
Capital outlay	3,961,545	72,000	416,680			4,450,225
Debt service:						
Principal				865,000		865,000
Interest and other charges				529,260		529,260
<b>Total expenditures</b>	<b>39,893,621</b>	<b>1,764,169</b>	<b>416,680</b>	<b>1,394,260</b>	<b>-</b>	<b>43,468,730</b>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,311,861)</u>	<u>24,168</u>	<u>(384,224)</u>	<u>(345,298)</u>	<u>-</u>	<u>(5,017,215)</u>
Other Financing Sources (Uses):						
Transfers in				32,456		32,456
Transfers out	(110,000)		(32,456)			(142,456)
Total other financing sources (uses)	<u>(110,000)</u>	<u>-</u>	<u>(32,456)</u>	<u>32,456</u>	<u>-</u>	<u>(110,000)</u>
Net change in fund balance	<u>(4,421,861)</u>	<u>24,168</u>	<u>(416,680)</u>	<u>(312,842)</u>	<u>-</u>	<u>(5,127,215)</u>
Fund balances, July 1	<u>12,012,157</u>	<u>241,013</u>	<u>633,362</u>	<u>504,309</u>	<u>20,000</u>	<u>13,410,841</u>
Fund balances, June 30	<u>\$ 7,590,296</u>	<u>\$ 265,181</u>	<u>\$ 216,682</u>	<u>\$ 191,467</u>	<u>\$ 20,000</u>	<u>\$ 8,283,626</u>

AUDIT RECOMMENDATIONS SUMMARY  
For the Fiscal Year Ended June 30, 2025

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, 2025. These reports are on file at the Board Secretary/Business Administrator's Office and may be inspected by any interested person.

Mark Mallett  
Business Administrator/Board Secretary