

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

DELRAN TOWNSHIP SCHOOL DISTRICT

As required by Title 18A:23-4, the following is a synopsis of the Comprehensive Annual Financial Report and the Auditor's Management Report on Administrative Findings for the year ended June 30, 2017.

DELRAN TOWNSHIP SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2017

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and cash equivalents	\$ 936,513	\$ -	\$ 429,448	\$ 165,581	\$ 1,531,542
Receivables, net	604,796	896,736	302,451		1,803,983
Interfund receivables, net	925,118	14,610	39,294		979,022
Restricted cash and cash equivalents	1,474,919				1,474,919
Total assets	<u>\$ 3,941,346</u>	<u>\$ 911,346</u>	<u>\$ 771,193</u>	<u>\$ 165,581</u>	<u>\$ 5,789,466</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	56,716	30,277			86,993
Intergovernmental payable:					
State		89,938			89,938
Interfund payables	53,904	677,240	245,136		976,280
Unearned revenues		113,891			113,891
Total liabilities	<u>110,620</u>	<u>911,346</u>	<u>245,136</u>		<u>1,267,102</u>
Fund Balances:					
Restricted for:					
Excess surplus	729,037				729,037
Excess surplus - designated for subsequent year's expenditures	747,768				747,768
Maintenance reserve	156,325				156,325
Capital reserve	1,318,594				1,318,594
Assigned to:					
Year-end encumbrances	38,254		47,348		85,602
Subsequent year's expenditures	675,000			38,111	713,111
Unassigned	165,748		478,709	127,470	771,927
Total fund balances	<u>3,830,726</u>		<u>526,057</u>	<u>165,581</u>	<u>4,522,364</u>
Total liabilities and fund balances	<u>\$ 3,941,346</u>	<u>\$ 911,346</u>	<u>\$ 771,193</u>	<u>\$ 165,581</u>	

Unreserved

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 \$61,017,185 and the accumulated depreciation is \$23,800,342. 37,216,843

Deferred Loss on Defeasance 1,696,860

Accrued interest is not due and payable in the current period and therefore is not reported as a liability in the funds. (363,135)

Accounts payable related to the April 1, 2018 required PERS contribution that is not to be liquidated with current financial resources. (387,473)

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	4,308,144	
Net Pension Liability	(13,002,310)	
Deferred Inflows of Resources from Pensions	(24,732)	(8,718,898)

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.

General Obligation Bonds	(25,385,000)	
Bond Premium	(1,020,822)	
Capital Lease Payable	(4,934,595)	
Compensated Absences Payable	(910,912)	(32,251,329)

Net position of governmental activities **\$ 1,715,232**

DELRAN TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
for the Fiscal Year Ended June 30, 2017

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	\$ 30,804,368	\$ -	\$ -	\$ 2,075,461	\$ 32,879,829
Tuition charges	111,891				111,891
Transportation	31,791				31,791
Miscellaneous	205,310			8,850	214,160
Total revenues-local sources	31,153,360			2,084,311	33,237,671
Local sources		14,585			14,585
State sources	16,959,953	232,888		403,849	17,596,690
Federal sources	61,560	1,034,623			1,096,183
Total revenues	48,174,873	1,282,096		2,488,160	51,945,129
EXPENDITURES:					
Current expense:					
Regular instruction	13,321,465	410,854			13,732,319
Special education instruction	3,745,819	602,504			4,348,323
Other instruction	1,240,395				1,240,395
Support services and undistributed costs:					
Tuition	2,496,063				2,496,063
Student & instruction related services	4,995,837	253,152			5,248,989
General administrative services	617,782				617,782
School administrative services	1,457,422				1,457,422
Central services	513,663				513,663
Admin. Info. Tech	202,427				202,427
Plant operations and maintenance	3,878,332				3,878,332
Pupil transportation	2,042,307				2,042,307
Unallocated employee benefits	12,580,744	15,586			12,596,330
Capital outlay	4,629,319				4,629,319
Debt service:					
Principal				1,720,000	1,720,000
Interest and other charges				640,690	640,690
Total expenditures	51,721,575	1,282,096		2,360,690	55,364,361
Excess (deficiency) of revenues over (under) expenditures	<u>(3,546,702)</u>			<u>127,470</u>	<u>(3,419,232)</u>
Other Financing Sources (Uses):					
Proceeds of capital lease	4,560,000				4,560,000
Transfers in					
Transfers out					
Total other financing sources (uses)	4,560,000				4,560,000
Net change in fund balance	1,013,298			127,470	1,140,768
Fund balances, July 1	2,817,428		526,057	38,111	3,381,596
Fund balances, June 30	\$ 3,830,726	\$ -	\$ 526,057	\$ 165,581	\$ 4,522,364

AUDIT RECOMMENDATIONS SUMMARY
For the Fiscal Year Ended June 30, 2017

Recommendations:

1. Administrative Practices and Procedures
None
2. Financial Planning, Accounting and Reporting
That all payroll taxes be remitted in an accurate and timely manner.
3. School Purchasing Programs
None
4. School Food Service
None
5. Student Body Activities
All cash receipts should be deposited promptly.
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
Corrective action was taken on the prior year recommendations.

The above synopsis was prepared from the Comprehensive Annual Financial Report and the Auditor's Management Report on Administrative Findings of the Delran Township School District for the year ended June 30, 2017. These reports are on file at the Board Secretary/Business Administrator's Office and may be inspected by any interested person.

Paul Whitman
Interim Board Secretary/Business Administrator