

**TOWNSHIP OF RIDGEWOOD**

**SCHOOL DISTRICT**

**SYNOPSIS OF REPORT**

**June 30, 2013**

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT

Balance Sheet  
Governmental Funds  
June 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS:</b>					
Cash	\$ 3,173,229	\$ 56,322	\$ -	\$ 7,861	\$ 3,237,412
Cash - capital reserve	1,735,603				1,735,603
Accounts receivable:					
State	1,900,524		1,807,027		3,707,551
Federal		440,895			440,895
Interfund	2,097,967				2,097,967
Other	<u>327,425</u>	<u>46,000</u>	<u>375,142</u>		<u>748,567</u>
<b>Total assets</b>	<u>\$ 9,234,748</u>	<u>\$ 543,217</u>	<u>\$ 2,182,169</u>	<u>\$ 7,861</u>	<u>\$ 11,967,995</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 1,428,726	\$ 79,321	\$ 45,711	\$ -	\$ 1,553,758
Intergovernmental payable:					
State		3,192			3,192
Interfund payables			1,869,453		1,869,453
Contracts payable	92,243		162,143		254,386
Unearned revenue	<u>351,028</u>	<u>460,704</u>			<u>811,732</u>
<b>Total liabilities</b>	<u>1,871,997</u>	<u>543,217</u>	<u>2,077,307</u>		<u>4,492,521</u>
<b>Fund balances:</b>					
<b>Restricted:</b>					
Reserved excess surplus - designated for subsequent year's expenditures	900,000				900,000
Reserve for excess surplus	750,000				750,000
Emergency reserve	900,000				900,000
Capital reserve account	1,735,603				1,735,603
Capital projects			104,862		104,862
Debt service				7,861	7,861
<b>Committed:</b>					
Year-end encumbrances	863,807				863,807
<b>Assigned:</b>					
Year-end encumbrances	81,909				81,909
Unassigned	<u>2,131,432</u>				<u>2,131,432</u>
<b>Total fund balances</b>	<u>7,362,751</u>		<u>104,862</u>	<u>7,861</u>	<u>7,475,474</u>
<b>Total liabilities and fund balances</b>	<u>\$ 9,234,748</u>	<u>\$ 543,217</u>	<u>\$ 2,182,169</u>	<u>\$ 7,861</u>	

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT  
Balance Sheet  
Governmental Funds  
June 30, 2013

Total government funds fund balances	\$ 7,475,474
Amounts reported for governmental activities in the statement of net position (A-1) are different because:	
The costs associated with the issues of the various bonds are expensed in the governmental funds in the year the bonds are issued, but are capitalized on the statement of net position. The bond issuance costs are \$228,205 and the accumulated amortization is \$90,956.	137,249
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds. The costs of the assets are \$132,465,347 and the accumulated depreciation is \$36,097,876.	96,367,471
Accrued interest is not due and payable in the current period, and therefore, is not reported as a liability in the funds.	(612,932)
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. (See Note 9)	<u>(51,695,282)</u>
Net position of governmental activities	\$ <u>51,671,980</u>

TOWNSHIP OF RIDGEWOOD SCHOOL DISTRICT  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 82,949,642	\$ -	\$ -	\$ 3,200,686	\$ 86,150,328
Tuition	551,917				551,917
Interest - capital reserve funds	1,332				1,332
Interest earned on investments	24,431		1,255		25,686
Miscellaneous income	<u>1,952,615</u>	<u>597,245</u>	<u>375,000</u>		<u>2,924,860</u>
Total revenues - local sources	85,479,937	597,245	376,255	3,200,686	89,654,123
State sources	14,836,522	2,499	345,488	485,147	15,669,656
Federal sources	<u>1,703</u>	<u>1,670,998</u>			<u>1,672,701</u>
Total revenues	<u>100,318,162</u>	<u>2,270,742</u>	<u>721,743</u>	<u>3,685,833</u>	<u>106,996,480</u>
<b>EXPENDITURES:</b>					
Current expense:					
Regular instruction	30,559,601	370,893			30,930,494
Special education instruction	7,038,909				7,038,909
Other special instruction	1,352,093				1,352,093
Other instruction	1,866,881				1,866,881
Support services and undistributed costs:					
Tuition	5,469,639	1,044,172			6,513,811
Student and instruction related services	12,484,771	358,435			12,843,206
School administration services	3,584,519				3,584,519
General administration services	897,146				897,146
Central services	1,181,180				1,181,180
Administrative information technology services	548,276				548,276
Plant operations and maintenance	7,912,312	125,409			8,037,721
Pupil transportation	2,779,201	27,052			2,806,253
Employee benefits	20,353,934	52,964			20,406,898
Special schools	915,697				915,697
Capital outlay	2,063,540	291,817	3,772,144		6,127,501
Debt service:					
Principal				1,640,000	1,640,000
Interest				<u>2,053,173</u>	<u>2,053,173</u>
Total expenditures	<u>99,007,699</u>	<u>2,270,742</u>	<u>3,772,144</u>	<u>3,693,173</u>	<u>108,743,758</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,310,463</u>		<u>(3,050,401)</u>	<u>(7,340)</u>	<u>(1,747,278)</u>
Other financing sources (uses):					
Transfers out			(1,255)		(1,255)
Transfers in	1,255				1,255
Capital leases (non-budgeted)	<u>725,000</u>				<u>725,000</u>
Total other financing sources (uses)	<u>726,255</u>		<u>(1,255)</u>		<u>725,000</u>
Net change in fund balances	2,036,718		(3,051,656)	(7,340)	(1,022,278)
Fund balances - July 1,	<u>5,326,033</u>		<u>3,156,518</u>	<u>15,201</u>	<u>8,497,752</u>
Fund balances - June 30	<u>\$ 7,362,751</u>	<u>\$ -</u>	<u>\$ 104,862</u>	<u>\$ 7,861</u>	<u>\$ 7,475,474</u>

## RECOMMENDATIONS

### Administrative Practices and Procedures

None

### Financial Planning, Accounting and Reporting

1. That the original budget by expenditure line as recorded on the Expenditure Summary Report agree with the original budget appropriations on the School District Budget Statement, and any corrections necessary be made through Board approved budget transfers, and if required, be approved by the Executive County Superintendent.

### School Purchasing Programs

1. That the Board provide the required notification to the Office of the State Comptroller for contracts of more than \$2,000,000 in accordance with N.J.S.A. 52:15C-10.

### School Food Service

1. That the Board implement a plan for the School Food Service to eliminate the deficit in unrestricted net position.

### Infant/Toddler Development Center

1. That the Board implement a plan for the Infant/Toddler Development Center to eliminate the deficit in unrestricted net position.

### Athletics and Student Body Activities

None

### Application for State School Aid

None

### Pupil Transportation

None

### Facilities and Capital Assets

None

### Follow-up on Prior Years' Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations. Corrective action had been taken on all prior year findings except for the following:

That the Board implement a plan for the Infant/Toddler Development Center to eliminate the deficit in unrestricted net position.