

**SYNOPSIS OF AUDIT  
BOROUGH OF HO-HO-KUS  
BOARD OF EDUCATION  
JUNE 30, 2018**

**BOROUGH OF HO-HO-KUS SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2018**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and Cash Equivalents	876,445.16	221,909.54	3,752.27	1,102,106.97
Interfund Receivables	7,783.14			7,783.14
Receivables from Other Governments	242,950.24	14,906.29		257,856.53
Restricted Cash and Cash Equivalents	777,483.78			777,483.78
Total Assets	<u>1,904,662.32</u>	<u>236,815.83</u>	<u>3,752.27</u>	<u>2,145,230.42</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts Payable	26,684.14	351.62		27,035.76
Unearned Revenue		<u>236,464.21</u>		<u>236,464.21</u>
Total Liabilities	<u>26,684.14</u>	<u>236,815.83</u>		<u>263,499.97</u>
Fund Balances:				
Restricted for:				
Excess Surplus-Current Year	300,234.52			300,234.52
Excess Surplus Designated for Subsequent Year's Expenditures	175,000.00			175,000.00
Capital Reserve	462,168.94			462,168.94
Emergency Reserve	35,000.00			35,000.00
Maintenance Reserve	280,314.84			280,314.84
Assigned to:				
Other Purposes	1,563.94			1,563.94
Assigned to:				
Designated by Board of Education for Subsequent Year's Expenditures	205,138.00		3,752.27	208,890.27
Unassigned:				
General Fund	<u>418,557.94</u>			<u>418,557.94</u>
Total Fund Balances	<u>1,877,978.18</u>		<u>3,752.27</u>	<u>1,881,730.45</u>
Total Liabilities and Fund Balances	<u>1,904,662.32</u>	<u>236,815.83</u>	<u>3,752.27</u>	

Amounts reported for *governmental activities* in the statement of net assets (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 \$ 19,352,494.00 and the accumulated depreciation is \$ 6,822,099.00.	12,530,395.00
Accrued liability for interest on long-term debt is not due and payable in the current period and is not reported as a liability in the funds.	(78,159.50)
Accounts Payable for subsequent Pension payment is not a payable in the funds	(132,260.00)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds. Deferred Outflows of Resources Related to PERS Pension Liability	1,199,158.00
Deferred Inflows of Resources Related to PERS Pension Liability	(655,067.00)
Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt. The unamortized portion of the Deferred Charges on Refunding of Debt is \$196,718.26.	196,718.26
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(10,562,564.93)</u>
Net position of governmental activities	<u>4,379,950.28</u>

**BOROUGH OF HO-HO-KUS SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2018**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Local Sources:				
Local Tax Levy	13,476,048.00		657,670.00	14,133,718.00
Tuition	45,250.00			45,250.00
Miscellaneous	48,251.03	194,794.23		243,045.26
Total - Local Sources	<u>13,569,549.03</u>	<u>194,794.23</u>	<u>657,670.00</u>	<u>14,422,013.26</u>
State Sources	2,215,842.14		60,941.00	2,276,783.14
Federal Sources		183,054.29		183,054.29
Total Revenues	<u>15,785,391.17</u>	<u>377,848.52</u>	<u>718,611.00</u>	<u>16,881,850.69</u>
<b>EXPENDITURES</b>				
Current:				
Regular Instruction	3,311,857.24	298,445.59		3,610,302.83
Special Education Instruction	720,129.36			720,129.36
Other Instruction	163,958.95			163,958.95
Support Services and Undistributed Costs:				
Tuition	4,740,149.00			4,740,149.00
Student & Instruction Related Services	1,390,279.94	79,402.93		1,469,682.87
School Administrative Services	294,968.83			294,968.83
General Administrative Services	324,291.74			324,291.74
Central Services & Admin. Info. Technology	381,831.23			381,831.23
Plant Operations and Maintenance	684,544.15			684,544.15
Pupil Transportation	313,913.56			313,913.56
Unallocated Benefits	3,276,744.98			3,276,744.98
Capital Outlay	29,837.00			29,837.00
Debt Service:				
Principal			525,000.00	525,000.00
Interest and Other Charges			193,611.00	193,611.00
Total Expenditures	<u>15,632,505.98</u>	<u>377,848.52</u>	<u>718,611.00</u>	<u>16,728,965.50</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>152,885.19</u>			<u>152,885.19</u>
Net Change in Fund Balances	152,885.19			152,885.19
Fund Balance—July 1	<u>1,725,092.99</u>		<u>3,752.27</u>	<u>1,728,845.26</u>
Fund Balance—June 30	<u>1,877,978.18</u>		<u>3,752.27</u>	<u>1,881,730.45</u>

**BOROUGH OF HO-HO-KUS  
BOARD OF EDUCATION**

**AUDIT FINDINGS & RECOMMENDATIONS SUMMARY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**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 Activity Fund**

None

**6. Application for State School Aid**

None

**7. Pupil Transportation**

None

**8. Facilities and Capital Assets**

None

**BOROUGH OF HO-HO-KUS  
BOARD OF EDUCATION**

**AUDIT FINDINGS & RECOMMENDATIONS SUMMARY  
(Continued)**

**9. Miscellaneous**

None

**10. Follow-up on Prior Year Findings**

A review was performed on the prior year recommendations and corrective action was taken on all prior year findings.