

Auditor's Management Report

for the

*Matawan Aberdeen Regional
School District*

in the

*County of Monmouth
New Jersey*

for the

*Fiscal Year Ended
June 30, 2020*

**AUDITOR'S MANAGEMENT REPORT OF ADMINISTRATIVE
FINDINGS FINANCIAL AND COMPLIANCE**

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Tax ID Number 21-6000241



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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Matawan-Aberdeen Regional School District
County of Monmouth
Aberdeen, New Jersey 07747

We have audited, in accordance with U.S. generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of the Matawan Aberdeen Regional School District in the County of Monmouth for the year ended June 30, 2020, and have issued our report dated February 1, 2021.

As part of our audit, we performed procedures required by the New Jersey Department of Education, and the findings and results are disclosed on the following pages, as listed in the accompanying table of contents.

This report is intended solely for the information of the Matawan Aberdeen Regional School District, County of Monmouth, New Jersey, the New Jersey Department of Education and federal and state audit awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

CERTIFIED PUBLIC ACCOUNTANTS

PUBLIC SCHOOL ACCOUNTANT NO. 948

February 1, 2021

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

Scope of Audit

The audit covered the financial transactions of the Board Secretary/School Business Administrator and Treasurer of School Monies, the activities of the Matawan-Aberdeen Regional School District Board of Education, the records of the various funds under the auspices of the Board of Education.

Administrative Practices and Procedures

Insurance

Insurance coverage was carried in the amounts as detailed in the District's CAFR. (See Exhibit J-20)

Official Bonds

<u>NAME</u>	<u>POSITION</u>	<u>AMOUNT OF BOND</u>
Kenneth Jannarone	Treasurer of School Monies	\$350,000.00
Alex Ferreira	Board Secretary/ School Business Administrator	\$150,000.00
All Employees	Blanket Position Bond	\$1,000,000.00

Adequacy of insurance coverage is the responsibility of the Board of Education.

Financial Planning, Accounting and Reporting

Examination of Claims

Our audit of claims paid during the period under review did not indicate any discrepancies with respect to signatures, certification or supporting documentation.

Payroll Accounts

The net salaries of all employees of the Board were deposited in the Net Payroll Account. Employees' payroll deductions and employer's share of fringe benefits were deposited in the Payroll Agency Account.

All payrolls were approved by the Superintendent and were certified by the President of the Board and the Board Secretary/Business Administrator.

Payrolls were delivered to the secretary of the board with a warrant made to her order for the full amount of each payroll.

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

Payroll Accounts (Continued)

Finding 2020-003 The District did not properly maintain and monitor the analysis of the balance in the Payroll Agency bank account.

Recommendation 2020-003 That the District review the balances in the Analysis of the Payroll Agency bank account for proper disposition and maintain a detailed analysis of the account monthly.

Position Control Roster

The Position Control Roster was reviewed and compared to payroll records, employee benefit records and charges made to the general ledger to ensure proper and consistent financial reporting and that employee benefits are only offered to current employees.

Reserve for Encumbrances and Accounts Payable

A review of outstanding issued purchase orders was made as of June 30, 2020 for proper classification of orders as reserve for encumbrances and accounts payable.

Finding 2020-004: During our examination of the District's open orders at year end we noted that a large encumbrance for payroll that was not valid. The order has been cancelled for audit presentation.

Recommendation 2020-004: That open orders be carefully reviewed at year end for validity and proper classification.

Classification of Expenditures

The coding of expenditures was tested for proper classification in accordance with N.J.A.C. 6A:23A-16.2(f) as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of all expenditures included in our compliance and single audit testing procedures. In addition to randomly selecting a test sample, our sample selection specifically targeted administrative coding classifications to determine overall reliability and compliance with N.J.A.C. 6A:23A-8.3. As a result of the procedures performed, no errors were noted and no additional procedures were deemed necessary to the test the propriety of expenditure classification.

Board Secretary's Records

The records maintained by the Board Secretary were not in satisfactory condition.

Finding 2020-001: The District did not maintain an accurate or timely general ledger. Balances in the General Ledger were not examined or reconciled to detailed analysis on an ongoing basis. As a result, the preparation of the financial statements was delayed.

Recommendation 2020-001 That the District implement controls to insure accurate and timely posting of the financial records.

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

Treasurer's Records

The records maintained by the Treasurer of School Monies were not maintained in satisfactory condition.

Finding 2020-002: The District's Custodians, Payroll Agency and Net Payroll Bank Reconciliations were not accurately maintained during FY2020. We noted several reconciling items between the Treasurer's and Board Secretaries report that were not resolved in a reasonable timeframe.

Recommendation 2020-002: That all District bank accounts be accurately reconciled on a monthly basis and that any discrepancies between the Treasurer's and Board Secretaries report be resolved within a reasonable timeframe.

Elementary and Secondary Education Act (E.S.E.A.) as Amended by the Every Student Succeeds Act (ESSA)

The E.S.E.A. financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the projects under Title I, Title II, and Title III of the Elementary and Secondary Education Act.

Other Special Federal and/or State Projects

The District's Special Projects were approved as listed on Schedule A and Schedule B located in the CAFR.

Our audit of the federal and state funds, on a test basis, indicated that obligations and expenditures were incurred during the fiscal year or project period for which the project was approved.

The financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the aforementioned special projects.

T.P.A.F. Reimbursement

Our audit procedures included a test of the biweekly reimbursements filed with the Department of Education for district employees who are members of the Teachers' Pension and Annuity Fund. No exceptions were noted.

The amount of the expenditure charged to the current year's Final Report(s) for all federal awards for the school district to reimburse the State for the TPAF/FICA payments made by the State on-behalf of the school district for those employees whose salaries are identified as being paid from federal funds was made prior to the end of the 60 day grant liquidation period required by the Office of Grants Management. The expenditure was reviewed subsequent to the reimbursement.

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

SCHOOL PURCHASING PROGRAMS

Contracts and Agreements Requiring Advertisement for Bids

N.J.S.A. 18A:18A-1, et seq. states:

"a. When the cost or price of any contract awarded by the purchasing agent in the aggregate, does not exceed in a contract year the total sum of \$26,000, the contract may be awarded by a purchasing agent when so authorized by resolution of the board of education without public advertising for bids and bidding therefor, except that the board of education may adopt a resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b of section 9 of P.L. 1971 c. 198 (C.40A:11-9) the board of education may establish that the bid threshold may be up to \$40,000.00. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. Commencing in the fifth year after the year in which P.L. 1999 c. 440 takes effect, and every five years thereafter, the Governor, in consultation with the Department of Treasury, shall adjust the threshold amount and the higher threshold amount which the board of education is permitted to establish as set forth in subsection a. of this section or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in N.J.S.A. 18A:18A-2 and shall round the adjustment to the nearest \$1,000.00. The Governor shall notify all local school districts of the adjustment no later than June 1 of every fifth year. The adjustment shall become effective on July 1 of every year in which it is made. Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to paragraph (1) of subsection a. of N.J.S.A. 18A:18A-5 may be awarded for a period not exceeding 12 consecutive months."

N.J.S.A. 18A:18A-4 states, "Every contract for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the board of education to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this chapter or specifically by any other law."

The board of education may, by resolution approve by the majority of the board of education and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the board of education finds that it has had negative prior experience with the bidder."

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

SCHOOL PURCHASING PROGRAMS (CONTINUED)

Contracts and Agreements Requiring Advertisement for Bids (Continued)

Effective July 1, 2016, the bid threshold in accordance with N.J.S.A. 18A:18A-3(a) and (c) is \$29,000.00. In accordance with N.J.S.A. 40A:11-9 (b) the bid threshold for all purchases made by the District's qualified purchasing agent is \$40,000.00. The law regulating bidding for public school student transportation contracts under N.J.S.A. 18:39-3 is currently \$19,600.00.

The Board of Education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion should be sought before a commitment is made.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies; the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The results of our examination indicated that no individual payments, contracts or agreements were made "for the performance of any work or the furnishing or hiring of any materials or supplies," in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provisions of N.J.S.A. 18A:18A-4.

Resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 18A:18A-5.

The system of records did not provide for an accumulation of purchases for which the School Board used contracts entered into by the State Department of Purchase and Property pursuant to Ch. 114, P.L. 1977, therefore, the extent of such purchases could not reasonably be ascertained.

School Food Service Funds

COVID – 19 Emergency

In accordance with the Governor's Declaration of Emergency pertaining to the COVID 19 Virus all Public, Charter and Non-Public schools were ordered to close effective as of March 18, 2020 for an undetermined period to limit the spread of the virus. As a result, School Food Authorities (SFA) were required to institute alternate procedures to provide meals to Free and Reduced Price eligible students during the period of school closures.

Therefore, SFAs were authorized to solicit and award emergency noncompetitive procurements and contracts with Food Service Management Companies in accordance with 2 CFR 200.320 and N.J.S.A. 18A:18A-7. The SFAs were also authorized to submit contract modifications to their existing Cost Reimbursable or Fixed Price contracts as necessary to ensure the feeding of Free and Reduced Price meal eligible students.

SFAs were notified of the requirement to maintain and report separate meal count records and financial records of all applicable costs incurred in providing meals to all free and reduced price meal eligible students during the emergency.

**Independent Auditor's Management Report of Administrative
Findings – Financial and Compliance**

School Food Service (Continued)

The financial transactions and statistical records of the school food service fund were reviewed. The financial accounts, meal count records and eligibility applications were reviewed on a test-check basis.

The number of meals claimed for reimbursement was verified against sales and meal count records. As part of the claims review process the edit check worksheet was completed. Reimbursement vouchers were timely filed, and meals claimed agreed with meal count records.

Applications for free and reduced price meals were reviewed for completeness and accuracy. The number of free and reduced price meals claimed as served did not exceed the number of valid applications on file, times the number of operating days, on a school by school basis. The free and reduced priced meal policy is uniformly administered throughout the School system. The required verification procedures for free and reduced price applications were completed and available for review.

Expenditures were separately recorded as food, labor and other costs. Vendor invoices were reviewed and costs verified. Inventory records on food and supply items were currently maintained and properly applied in determining the cost of food and supplies used.

The cash disbursements records reflected expenditures for program related goods and services. The Board is depositing and expending program monies in accordance with N.J.S.A. 18A:17-34 and 19-1 through 19-4.1. The appropriate revenue and expenditure records were maintained in order to substantiate the non-profit status of the school food service.

Net cash resources did not exceed three months average expenditures.

Cash receipts and bank records were reviewed for timely deposit.

National Food Distribution Commodities were received and an inventory was maintained on a first-in, first-out basis.

The District utilizes a food service management company (FSMC) and is depositing and expending program monies in accordance with N.J.S.A. 18A:17-34 and 19-1 through 19-4.1. Provisions of the FSMC contract/addendum were reviewed and audited. All vendor discounts, rebates and credits from vendors and/or the FSMC were tracked and credited to the Food Service Account and reconciled to supporting documentation at least annually.

The school district renaissance school project maintains the detailed revenue and expenditure information necessary in order to execute the USDA mandated Non-Program Food Revenue Tool at least annually.

Exhibits reflecting Child Nutrition Program operations are included in the section entitled Enterprise Funds, Exhibits B-4, B-5 and B-6.

Student Body Activities

The records for the Student Body Activities were maintained in satisfactory condition.

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

Pupil Transportation

Our audit procedures included a test of on roll status reported in the 2019-2020 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was verified to the DRTRS Eligibility Summary Report with no exceptions. The results of our procedures are presented in the Schedule of Audited Enrollments.

Our procedures also included a review of transportation related contracts and purchases. Based on our review, the District complied with proper bidding procedures and award of contracts. No exceptions were noted in our review of transportation related purchases of goods and services.

Application for State School Aid

Our audit procedures included a test of information reported in the October 15, 2019 Application for State School Aid (A.S.S.A.) for onroll, private schools for the disabled, and low income. We also performed a review of the district procedures related to its completion. The information on the A.S.S.A. was compared to the district workpapers without exception. The information that was included on the workpapers was verified without exception. The results of our procedures are presented in the Schedule of Audited Enrollments.

The district maintained workpapers on the prescribed state forms or their equivalent.

The district has adequate written procedures for the recording of student enrollment data.

FACILITIES AND CAPITAL ASSETS

Our procedures included a review of the SDA grant agreements for consistency with recording of SDA revenue, transfer of local funds from the general or capital reserve account, and awarding of contracts for eligible facilities construction.

Finding 2020-005: Our examination of the District's Capital Asset Inventory revealed that inventory additions were not reconciled to the District's Financial records. In addition, the balance in Construction in Progress account has not been reviewed to insure that completed projects have been transferred to the appropriate asset category.

Recommendation: 2020-005: That additions to the Capital Asset Inventory be reconciled to the financial accounting records and that the Construction in Progress account be reviewed to ensure all completed projects have been properly transferred to the appropriate asset category.

MISCELLANEOUS

The school district adhered to the requirements of N.J.A.C. 26-1.2 and 12.4 related to the testing for lead of all drinking water in educational facilities. The District submitted the annual Statement of Assurance to the Department of Education, pursuant to N.J.A.C. 6A:26-12.4(g).

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

Follow-Up Prior Year's Audit Findings

In accordance with Government Auditing Standards, our procedures included a review of the prior year audit recommendations. Corrective action had been taken on all prior year findings with the exception of the following, which are repeated in this year's recommendations noted as the following current year findings:

Recommendation 2019-001: That the District implement controls to insure accurate and timely posting of the financial records.

Current Status: The Finding is repeated as Finding 2020-001

Recommendation 2019-002: That the Payroll Agency Bank Accounts be accurately reconciled on a monthly basis and that any discrepancies between the Treasurer's and Board Secretaries report be resolved within a reasonable timeframe.

Current Status: The Finding is repeated as Finding 2019-002

Recommendation 2019-003 That the District review the balances in the Analysis of the Payroll Agency bank account for proper disposition, maintain a detailed analysis of the account on a monthly basis and disburse deductions to the respective agencies on a timely basis.

Current Status: The Finding is repeated as Finding 2019-003

Recommendation 2019-004: That open orders be carefully reviewed at year end for validity and proper classification.

Current Status: The Finding is repeated as Finding 2019-004

**Independent Auditor's Management Report of Administrative
Findings Financial and Compliance**

RECOMMENDATIONS

Administrative Practices and Procedures

None

Financial Planning, Accounting and Reporting

Recommendation 2020-001: That the District implement controls to insure accurate and timely posting of the financial records.

Recommendation 2020-002: That all District bank accounts be accurately reconciled on a monthly basis and that any discrepancies between the Treasurer's and Board Secretaries report be resolved within a reasonable timeframe.

Recommendation 2020-003 That the District review the balances in the Analysis of the Payroll Agency bank account for proper disposition, and maintain a detailed analysis of the account on a monthly basis.

Recommendation 2020-004: That open orders be carefully reviewed at year end for validity and proper classification.

School Purchasing Program

None

School Food Service

None

Student Body Activities

None

Application for State School Aid

None

Pupil Transportation

None

Capital Assets and Facilities

Recommendation 2020-005: That additions to the Capital Asset Inventory be reconciled to the financial accounting records and that the Construction in Progress account be reviewed to ensure all completed projects have been properly transferred to the appropriate asset category.

**MATAWAN - ABERDEEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF AUDITED ENROLLMENTS
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2019**

	Resident Low Income			Sample for Verification			Resident LEP Low Income			Sample for Verification		
	Reported on A.S.S.A. as Low Income	Reported on Workpapers as Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors	Reported on A.S.S.A. as LEP low Income	Reported on Workpapers as LEP low Income	Errors	Sample Selected from Workpapers	Verified to Test Score and Register	Sample Errors
Full Day Preschool 3 years old	70	70		16	16		18	18		14	14	
Full Day Preschool 4 years old	67	67		15	15		13	13		10	10	
Full Day Kindergarten	69	69		16	16		16	16		13	13	
One	63	63		15	15		10	10		8	8	
Two	72	72		17	17		9	9		7	7	
Three	71	71		16	16		1	1		1	1	
Four	72	72		17	17		1	1		1	1	
Five	68	68		16	16		2	2		3	3	
Six	75	75		18	18		3	3		3	3	
Seven	73	73		17	17		4	4		3	3	
Eight	46	46		11	11		1	1		1	1	
Nine	50.5	50.5		12	12		1	1		1	1	
Ten	49.5	49.5		12	12		78	78		60	60	
Eleven	846	846		198	198							
Twelve												
Subtotal												

Special Ed - Elementary	92	92		22	22		5	5		3	3	
Special Ed - Middle	74	74		17	17		1	1		1	1	
Special Ed - High School	72.5	72.5		17	17		1	1		1	1	
Subtotal	238.5	238.5		56	56		7	7		5	5	

Totals	1084.5	1084.5		254	254		85	85		65	65	
Percentage Error			0%									0%

Transportation

	Reported on DRTS by DOE/county			Reported on DRTS by District			Transportation		
	Reported on DRTS by DOE/county	Reported on DRTS by District	Errors	Tested	Verified	Errors	Tested	Verified	Errors
Reg - Public Schools, col. 2, 3, 4, 5	812	812		180	180				
Reg -Sp Ed, col. 8, 9, 10	176	176		39	39				
Nonpublic, Transported, col. 6	76	76		17	17				
Special Ed Spec, col. 7	80	80		18	18				
Totals	1,144	1,144		254	254				

Avg. Mileage - Regular including Grade PK students
Avg. Mileage - Regular Excluding Grade PK students
Avg. Mileage - Special Ed with Special Needs

Percentage Error			0%									
Re-Reported	3.2	3.2										
Calculated	3.2	3.2										
Re-Reported	4.6	4.6										

MATAWAN - ABERDEEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF AUDITED ENROLLMENTS
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2019

	Resident LEP NOT Low Income			Sample for Verification		
	Reported on A.S.S.A. as NOT Low Income	Reported on Workpapers as NOT Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors
Full Day Preschool 3 years old	8	8		7	7	
Full Day Preschool 4 years old	6	6		5	5	
Full Day Kindergarten	5	5		4	4	
One	2	2		2	2	
Two	2	2		2	2	
Three	1	1		1	1	
Four	2	2		2	2	
Five	2	2		2	2	
Six	3	3		2	2	
Seven	3	3		2	2	
Eight				2	2	
Nine				2	2	
Ten				2	2	
Eleven						
Twelve						
Subtotal	36	36		31	31	
Special Ed - Elementary	1	1		1	1	
Special Ed - Middle						
Special Ed - High						
Subtotal	1	1		1	1	
Co. Voc. - Regular						
Co. Voc. Ft. Post Sec.						
Totals	37	37		32	32	
Percentage Error			0%			0%

**MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT
NET CASH RESOURCE SCHEDULE - FOOD SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

A School Food Authority is required to maintain a nonprofit School Food Service. The nonprofit status of the School Food Service is determined by evaluating net cash resources. Net cash resources may not exceed three months average expenditures.

As illustrated in the schedule below, the Districts Net Cash Resources (\$270,591.55) do not exceed three months average expenditures (\$413,443.27).

<u>Net Cash Resources:</u>		Food Service B - 4/5
CAFR	Current Assets*	
B-4	Cash & Cash Equivalents	\$280,772.01
B-4	Accounts Receivable	93,580.58
CAFR	Current Liabilities	
B-4	Less Accounts Payable	(9,368.16)
B-4	Less Due to Other Funds	(33,170.16)
B-4	Less Unearned Revenue	<u>(61,222.72)</u>
	Net Cash Resources	<u>\$270,591.55</u> (A)
<u>Net Adj. Total Operating Expense:</u>		
B-5	Tot. Operating Exp.	\$1,382,379.70
B-5	Less Depreciation	<u>(4,235.48)</u>
	Adj. Tot. Oper. Exp.	<u>\$1,378,144.22</u> (B)
<u>Average Monthly Operating Expense:</u>		
	B / 10	<u>\$137,814.42</u> (C)
<u>Three times monthly Average:</u>		
	3 X C	<u>\$413,443.27</u> (D)

TOTAL IN BOX A	<u>\$270,591.55</u>	
LESS TOTAL IN BOX D	<u>(\$413,443.27)</u>	
NET	<u>(\$142,851.72)</u>	<<--- Excess (deficit)
<p>A is greater than D, cash exceeds 3 X average monthly operating expenses. D is greater than A, cash does not exceed 3 X average monthly operating expenses.</p>		

* Inventories are not to be included in total current assets.

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF MEAL COUNT ACTIVITY
FOOD SERVICE FUND
NUMBER OF MEALS SERVED AND (OVER) UNDERCLAIM -FEDERAL
ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

<u>PROGRAM</u>	<u>MEAL CATEGORY</u>	<u>MEALS CLAIMED</u>	<u>MEALS TESTED</u>	<u>MEALS VERIFIED</u>	<u>DIFFERENCE</u>	<u>RATE</u>	<u>(OVER) UNDER CLAIM</u>
National School Lunch (Regular Rate)							
	Paid	118,881	118,881	118,881	0	0.320	0.00
	Reduced	16,947	16,947	16,947	0	3.010	0.00
	Free	99,680	99,680	99,680	0	3.410	0.00
	TOTAL	235,508	235,508	235,508			0.00
National School Lunch		99,680	99,680	99,680		0.070	0.00
HHFKA - PB Lunch Only		235,508	235,508	235,508	0	0.060	0.00
School Breakfast (Regular Rate)							
	Paid	3,790	3,790	3,790	0	0.310	0.00
	Reduced	1,548	1,548	1,548	0	1.540	0.00
	Free	8,074	8,074	8,074	0	1.840	0.00
	TOTAL	13,412	13,412	13,412			0.00
School Breakfast (Severe Need Rate)							
	Paid	8,184	8,184	8,184	0	0.310	0.00
	Reduced	1,649	1,649	1,649	0	1.900	0.00
	Free	10,919	10,919	10,919	0	2.200	0.00
	TOTAL	20,752	20,752	20,752			0.00
Total Net Overclaim							0.00

EXCESS SURPLUS CALCULATION

SECTION 1

General Fund Expenditures:		
Fiscal Year Ended June 30, 2020		\$79,656,475.91
Less: On-Behalf TPAF Pension & Social Security		<u>10,628,112.70</u>
Adjusted General Fund Expenditures		69,028,363.21
Excess Surplus Percentage		<u>2.00%</u>
Subtotal		1,380,567.26
Increased by:		
Extraordinary Aid (Unbudgeted)	<u>\$340,740.00</u>	<u>340,740.00</u>
Maximum Unreserved/ Undesignated Fund Balance		<u><u>\$1,721,307.26</u></u>

SECTION 2

Total General Fund Balance		\$12,007,838.39
Decreased by:		
Assigned:		
Year End Encumbrances	\$877,931.62	
Designated for Subsequent Year's Expenditures		
Restricted:		
Excess Surplus -Designated for Subsequent Year's Expenditures	263,574.00	
Emergency Reserve	280,601.00	
Maintenance Reserve	3,234,543.07	
Capital Reserve	<u>5,298,307.18</u>	
		<u>9,954,956.87</u>
Total Unassigned fund Balance		<u>2,052,881.52</u>
Reserved Fund Balance-Excess Surplus		<u><u>\$331,574.26</u></u>

SECTION 3

Recapitulation of Excess Surplus as of June 30, 2020:		
Restricted Excess Surplus-Designated for Subsequent Years Expenditures		\$263,574.00
Restricted Excess Surplus		<u>331,574.26</u>
Total		<u><u>\$595,148.26</u></u>

