

***NEW HANOVER TOWNSHIP
SCHOOL DISTRICT
AUDITOR'S MANAGEMENT REPORT
FISCAL YEAR ENDED JUNE 30, 2023***

NEW HANOVER SCHOOL DISTRICT

AUDITOR'S MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS FINANCIAL, COMPLIANCE AND PERFORMANCE

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REPORT OF INDEPENDENT AUDITORS

November 30, 2023

Honorable President and
Members of the Board of Education
New Hanover Township School District
Wrightstown, New Jersey 08562
County of Burlington

We have audited, in accordance with generally accepted audit standards and Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of the Board of Education of the New Hanover Township School District in the County of Burlington for the year ended June 30, 2023, and have issued our report thereon dated November 30, 2023.

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

This report is intended for the information of the New Hanover Township School District Board of Education management and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE AND PERFORMANCE

Scope of Audit

The audit covered the financial transactions of the Board Secretary/School Business Administrator and Treasurer of School Moneys, the activities of the 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 on the Insurance Schedule contained in the Statistical Section of the District's ACFR.

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

Official Bonds

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Bernard Biesiada	Board Secretary/School Business Administrator	\$175,000
Patrick Collum	Reconciling Agent	\$250,000

There is a Public Employees' Dishonesty Policy with the New Jersey School Boards Association Insurance Group covering all other employees with multiple coverage of \$250,000.

Our audit procedures included an inquiry and subsequent review of health benefit data required per N.J.S.A.18A:16-13.3 (Chapter 44) submitted for the year on audit. The Chapter 44 summary report was reviewed for reasonableness and timeliness.

The data submitted did include all health benefit plans offered by school district.

The school district data certification was completed by the chief school administrator. The school district Chapter 44 data was submitted timely.

Tuition Charges

A comparison of tentative tuition charges and actual certified tuition charges was made. The actual costs were less than estimated costs. The board made a proper adjustment to the billings to sending districts for the decrease in per pupil costs in accordance with N.J.A.C. 6A:23A-17.1(f) 3.

Financial Planning, Accounting and Reporting

Examination of Claims

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

Payroll Account and Position Control Roster

The net salaries of all employees of the Board were deposited in the 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.

Salary withholdings were promptly remitted to the proper agencies, including health benefits withholding due to the general fund.

Payrolls were delivered to the Treasurer of school moneys with a warrant made to his order for the full amount of each payment.

Reserve for Encumbrances and Accounts Payable

All encumbrances and accounts payable at June 30, 2023 were properly recorded and classified.

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 test the propriety of expenditure classification.

Board Secretary's Records

The Board Secretary's Records were found to be in order.

Treasurer's Records (optional position)

The Treasurer's Records were found to be in order.

Elementary and Secondary Education Act/Elementary and Secondary Act 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 ACFR. This section of the ACFR documents the financial position pertaining to the projects under Titles I and VI of the Elementary and Secondary Education Act as amended and reauthorized.

The study of compliance for E.S.E.A. did not indicate any areas of noncompliance and/or questionable costs.

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 ACFR.

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 ACFR. This section of the ACFR documents the financial position pertaining to the aforementioned special projects.

The study of compliance for the special projects did not indicate any areas of noncompliance.

T.P.A.F. Reimbursement

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

School Purchasing Programs

Contracts and Agreements Requiring Advertisement for Bids

The bid thresholds in accordance with *N.J.S.A.* 18A:18A-2 and 18A:18A-3(a) are \$44,000 (with a Qualified Purchasing Agent) and \$32,000 (without a Qualified Purchasing Agent), respectively. The law regulating bidding for public school student transportation contracts under *N.J.S.A.* 18A:39-3 is \$20,200 for 2022-23.

Also, effective July 1, 2020, the maximum threshold for quotations for a board of education without a QPA is \$4,800; and for a board with a QPA the maximum threshold for quotations is \$6,600.

The district board of education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the contract year. Where questions arise 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.

Based on the results of my examination, I did not note any individual payments, contracts, or agreements made for the performance of any work or goods or services, in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provision 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*.

School Food Service

Public Health Emergency

In accordance with the Governor's Declaration of Emergency pertaining to the public health emergency all Public, Charter, 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 eligible students during the period of school closures. Governor Murphy's emergency declaration ended June 4, 2021; however, the United States Department of Agriculture's federal waiver continued through June 30, 2023. Food Service Agencies operated under this federal waiver.

As a result, School Food Authorities (SFAs) were required to provide meals in accordance with the regulations governing the National School Nutrition Seamless Summer Option (SSO). SFAs could also choose to participate in the National School Lunch Program utilizing standard counting and claiming practices.

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 all children throughout the age of 18, as well as persons over 18 with disabilities as defined in the regulations.

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 students during the emergency.

The school food service program was not selected as a major federal and/or State program. However, the program expenditures exceeded \$100,000 in federal and/or State support. Accordingly, we inquired of school management, or appropriate school food service personnel, as to whether the School Food Authority (SFA) had any Child Nutrition Program reimbursement overclaims or underclaims. The following exception was noted:

Finding 2023-001:

CNP Aid claimed by the SFA for February 2023 was denied for being submitted late.

Recommendation:

The School Food Authority should ensure that reimbursement claims are submitted within the 60-calendar day deadline.

We also inquired of school management, or appropriate school food service personnel, as to whether the District's expenditures of school food service revenues were limited to allowable direct and indirect costs. No exceptions were noted.

We inquired of management about the public health emergency procedures/practices that the SFA instituted to provide meals to all students, maintenance of all applicable production records; meal counts; noncompetitive procurements; modification of existing contracts and applicable financial records to document the specific costs applicable to the emergency operations. We also inquired if the FSMC received a loan in accordance with the Payroll Protection Plan and whether the funds were used to pay for costs applicable to the Food Service Programs. We also inquired if the PPP loan was subsequently forgiven and the FSMC refunded or credited the applicable amounts to the SFA.

The financial transactions and statistical records of the school food services were maintained in satisfactory condition. The financial accounts, meal count records and eligibility applications were reviewed on a test-check basis.

Cash receipts and bank records were reviewed for timely deposit.

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 were reviewed and audited. The FSMC contract includes an operating results provision which guarantees that the food service program will either break even, return a profit or incur a loss of not more than a specified amount. The operating results provision has been met.

Expenditures were separately recorded as food, labor and other costs. Vendor invoices were reviewed and costs verified. Inventory records on food 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 appropriate revenue and expenditure records were maintained in order to substantiate the non-profit status of the school food service.

Net cash resources did exceed three months average expenditures.

Finding 2023-002:

The net cash resources exceeded the three months average expenditures at June 30, 2023.

Recommendation:

The School Food Authority should maintain on a monthly basis the net cash resource. If the net cash resource exceeds the three months average, the SFA should develop a plan to rectify the excess cash issue.

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 price meal is uniformly administered

throughout the school system. The required verification procedures for free and reduced price applications were completed and available for review.

U.S.D.A. Food Distribution Program (food and/or commodities) were received and a separate inventory was maintained on a first-in, first-out basis. No exceptions were noted.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (ACFR Schedule B-5) does separate program and non-program revenue and program and non-program cost of goods.

The school district 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.

Student Body Activities

During our review of the Student Activity Funds, we did not note any areas of non-compliance.

Application for State School Aid

Our audit procedures included a test of information reported in the 2022-2023 Application for State School Aid (A.S.S.A.) for on-roll, private schools for the handicapped, 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. The information that was included on the workpapers was verified. Any errors or exceptions were rectified. 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.

Pupil Transportation

Our audit procedures included a test of on roll status reported in the 2021-2022 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was verified to the DRTRS Eligibility Summary Report. The results of our procedures are presented in the Schedule of Audited Enrollments. No exceptions were noted.

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. The bid specifications for the purchase of buses were in compliance with applicable statutes. No exceptions were noted in our review of transportation related purchases of goods and services.

Follow-up on Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations. Corrective action had not been taken on the two prior year findings.

Acknowledgment

We received the complete cooperation of all the officials of the school district and we greatly appreciate the courtesies extended to the members of the audit team.

**BOARD OF EDUCATION
NEW HANOVER TOWNSHIP SCHOOL DISTRICT
COUNTY OF BURLINGTON**

NET CASH RESOURCE SCHEDULE

**Net cash resources did exceed three months of expenditures
Proprietary Funds - Food Service
FYE 2023**

<u>Net Cash Resources:</u>		Food Service B - 4/5	
ACFR	*	Current Assets	
B-4		Cash & Cash Equiv.	\$ 53,982.00
B-4		Due from Other Gov'ts	
B-4		Accounts Receivable	4,571
B-4		Investments	
ACFR		Current Liabilities	
B-4		Less Accounts Payable	
B-4		Less Accruals	
B-4		Less Due to Other Funds	
B-4		Less Deferred Revenue	
		Net Cash Resources	<u>\$ 58,553.00</u> (A)

Net Adj. Total Operating Expense:

B-5		Tot. Operating Exp.	122,754
B-5		Less Depreciation	841
		Adj. Tot. Oper. Exp.	<u>\$ 121,913.00</u> (B)

Average Monthly Operating Expense:

B / 10 **\$ 12,191.30** (C)

Three times monthly Average:

3 X C **\$ 36,573.90** (D)

TOTAL IN BOX A	\$	58,553.00	
LESS TOTAL IN BOX D	\$	36,573.90	
NET	\$	21,979.10	
From above:			
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.			

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

SOURCE - USDA resource management comprehensive review form

**BOARD OF EDUCATION
NEW HANOVER TOWNSHIP SCHOOL DISTRICT
COUNTY OF BURLINGTON
SCHEDULE OF AUDITED ENROLLMENTS
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2022**

	2023-2024 Application for State School Aid						Sample for Verification						Private Schools for Disabled				
	Reported on A.S.S.A. on Roll		Reported on Workpapers On Roll		Errors		Sample Selected from Workpapers		Verified per Registers On Roll		Errors per Registers On Roll		Reported on A.S.S.A. as Private Schools	Sample for Verifi-cation	Sample Verified	Sample Errors	
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared					
Half Day Preschool																	
Full Day Preschool	13	0	13	0	0	0	13	0	13	0	0	0					
Half Day Kindegarten																	
Full Day Kindergarten	22	0	22	0	0	0	22	0	22	0	0	0					
One	15	0	15	0	0	0	15	0	15	0	0	0					
Two	16	0	16	0	0	0	16	0	16	0	0	0					
Three	19	0	19	0	0	0	19	0	19	0	0	0					
Four	16	0	16	0	0	0	16	0	16	0	0	0					
Five	14	0	14	0	0	0	14	0	14	0	0	0					
Six	19	0	19	0	0	0	19	0	19	0	0	0					
Seven	11	0	11	0	0	0	11	0	11	0	0	0					
Eight	11	0	11	0	0	0	11	0	11	0	0	0					
Subtotal	<u>156</u>	<u>0</u>	<u>156</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>156</u>	<u>0</u>	<u>156</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Special Education:																	
Elementary School	10	0	10	0	0	0	10	0	10	0	0	0					
Middle School	14	0	14	0	0	0	14	0	14	0	0	0					
Subtotal	<u>24</u>	<u>0</u>	<u>24</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>24</u>	<u>0</u>	<u>24</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	<u>0</u>
Co. Voc. - Regular																	
Co. Voc. Ft. Post Sec.																	
Totals	<u>180</u>	<u>0</u>	<u>180</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>180</u>	<u>0</u>	<u>180</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Percentage Error					<u>0.00%</u>	<u>0.00%</u>							<u>0.00%</u>	<u>0.00%</u>			

**BOARD OF EDUCATION
NEW HANOVER TOWNSHIP SCHOOL DISTRICT
COUNTY OF BURLINGTON
SCHEDULE OF AUDITED ENROLLMENTS (CONTINUED)
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2022**

	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
Half Day Preschool												
Full Day Preschool												
Half Day Kindergarten												
Full Day Kindergarten		7	7	0	7	7	0	0	0	0	0	0
One		4	4	0	4	4	0	1	1	0	1	0
Two		8	8	0	8	8	0	2	2	0	2	0
Three		8	8	0	8	8	0	3	3	0	3	0
Four		6	6	0	6	6	0	0	0	0	0	0
Five		8	8	0	8	8	0	1	1	0	1	0
Six		13	13	0	13	13	0	5	5	0	5	0
Seven		9	9	0	9	9	0	5	5	0	5	0
Eight		8	8	0	8	8	0	2	2	0	2	0
Subtotal		<u>71</u>	<u>71</u>	<u>0</u>	<u>71</u>	<u>71</u>	<u>0</u>	<u>19</u>	<u>19</u>	<u>0</u>	<u>19</u>	<u>0</u>
Special Education:												
Elementary School		12	12	0	12	12	0	0	0	0	0	0
Middle School		8	8	0	8	8	0	2	2	0	2	0
Subtotal		<u>20</u>	<u>20</u>	<u>0</u>	<u>20</u>	<u>20</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>0</u>	<u>2</u>	<u>0</u>
Co. Voc. - Regular												
Co. Voc. Ft. Post Sec.												
Totals		<u>91</u>	<u>91</u>	<u>0</u>	<u>91</u>	<u>91</u>	<u>0</u>	<u>21</u>	<u>21</u>	<u>0</u>	<u>21</u>	<u>0</u>
Percentage Error			<u>0.00%</u>			<u>0.00%</u>			<u>0.00%</u>			<u>0.00%</u>

Transportation

	Reported on DRTRS by DOE	Reported on DRTRS by District	Errors	Tested	Verified	Errors		Reported	Re-Calculated
AIL Non-Public	4.0	4.0	0.0	4.0	4.0	0.0			
Regular - Public Schools	143.0	143.0	0.0	143.0	143.0	0.0	Average Mileage - Regular Including Grade PK students	7.3	7.3
Regular - Special Education	10.0	10.0	0.0	10.0	10.0	0.0	Average Mileage - Regular Excluding Grade PK students	7.4	7.4
Transported - Non-Public	0.0	0.0	0.0	0.0	0.0	0.0	Average Mileage - Special Ed with Special Needs	12.4	12.4
Special Ed Spec	8.0	8.0	0.0	8.0	8.0	0.0			
Totals	<u>165.0</u>	<u>165.0</u>	<u>0.0</u>	<u>165.0</u>	<u>165.0</u>	<u>0.0</u>			
Percentage Error						<u>0.00%</u>			

BOARD OF EDUCATION
NEW HANOVER TOWNSHIP SCHOOL DISTRICT
COUNTY OF BURLINGTON
SCHEDULE OF AUDITED ENROLLMENTS (CONTINUED)
APPLICATION FOR STATE SCHOOL AID SUMMARY
ENROLLMENT AS OF OCTOBER 15, 2022

	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
Half Day Preschool						
Full Day Preschool						
Half Day Kindergarten						
Full Day Kindergarten	0	0	0	0	0	0
One	1	1	0	1	1	0
Two	0	0	0	0	0	0
Three	1	1	0	1	1	0
Four	0	0	0	0	0	0
Five	0	0	0	0	0	0
Six	0	0	0	0	0	0
Seven	0	0	0	0	0	0
Eight	0	0	0	0	0	0
Subtotal	<u>2</u>	<u>2</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>0</u>
Special Education:						
Elementary School	0	0	0	0	0	0
Middle School	1	1	0	1	1	0
Subtotal	<u>1</u>	<u>1</u>	<u>0</u>	<u>1</u>	<u>1</u>	<u>0</u>
Co. Voc. - Regular						
Co. Voc. Ft. Post Sec.						
Totals	<u>3</u>	<u>3</u>	<u>0</u>	<u>3</u>	<u>3</u>	<u>0</u>
Percentage Error			<u>0.00%</u>			<u>0.00%</u>

**NEW HANOVER TOWNSHIP SCHOOL DISTRICT
EXCESS SURPLUS CALCULATION
As of June 30, 2023**

Section 1

A. 2% Calculation of Excess Surplus

2022-23 Total General Fund Expenditures per the ACFR	\$	5,591,917
Decreased by:		
On-Behalf TPAF Pension & Social Security	\$	869,272
Assets Acquired under Capital Leases		-
Adjustment for Disallowed Expenditures per S1701		-
		-
Adjusted 22-23 General Fund Expenditures	\$	4,722,645
2% of Adjusted 2022-23 General Fund Expenditures	\$	94,453
The greater of \$250,000 or 2% of Adjusted General Fund Expenditures		250,000
Increased by Allowable Adjustment		695,228
Maximum Unreserved/Undesignated Fund Balance	\$	945,228

Section 2

Total General Fund Balances @ 06/30/23	\$	3,325,351
Decreased by:		
Year-end Encumbrances	\$	26,731
Legally Restricted - Excess Surplus- Designated for Subsequent Year's Expenditures		-
Other Restricted Fund Balances		1,446,161
Assigned Fund Balance - Unreserved - Designated for Subsequent Year's Expenditures		544,263
Assigned Fund Balance - Unreserved - Designated for Impact Aid Reserve		-
Assigned Fund Balance - Unreserved - Designated for Maintenance Reserve		55,000
Total Unassigned Fund Balance	\$	1,253,196
Increased by:		
Adjustment for Disallowed Transfers per S1701	\$	-
Total Unreserved/Undesignated Fund Balance for Excess Surplus Calculation	\$	1,253,196

Section 3

Restricted Fund Balance - Excess Surplus	\$	307,968
------------------------------------------	----	---------

Recapitulation of Excess Surplus as of June 30, 2023

Reserved Excess Surplus -- Designated for Subsequent Year's Expenditures	\$	-
Reserved Excess Surplus		307,968
Total	\$	307,968

Detail of Allowable Adjustments

Impact Aid	\$	693,980
Sale and Lease-back		
Extraordinary Aid		
Additional Non Public School Transportation Aid		1,248
Unbudgeted TPAF Wage Freeze Grant Funding		
Higher Expectations for Learning and Proficiency Aid		-
Total Adjustments	\$	695,228

Detail of Other Restricted Fund Balance

Statutory Restrictions:		
State Military Impact Aid received in July	\$	7,282
Capital Outlay for a district with a Capital Outlay cap waiver		
Maintenance of Equity(MOEQ)		
Capital Reserve		591,545
Maintenance Reserve		131,462
Emergency Reserve		
Tuition Reserve		
Impact Aid Reserve		715,872
Other State/Government Mandated Reserve		1,446,161
[Other Restricted Fund Balance not noted above]		-
Total Other Restricted Fund Balance	\$	1,446,161

**New Hanover Township School District
Audit Recommendations Summary
For the Fiscal Year Ended June 30, 2023**

Recommendations:

1. Administrative Practices and Procedures
None
2. Financial Planning, Accounting and Reporting
None
3. School Purchasing Programs
None
4. School Food Service

Finding 2023-001:

CNP Aid claimed by the SFA for February 2023 was denied for being submitted late.

Recommendation:

The School Food Authority should ensure that reimbursement claims are submitted within the 60-calendar day deadline.

Finding 2023-002:

The net cash resources exceeded the three months average expenditures at June 30, 2023.

Recommendation:

The School Food Authority should maintain on a monthly basis the net cash resource. If the net cash resource exceeds the three months average, the SFA should develop a plan to rectify the excess cash issue.

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

A review was performed on the prior year recommendations and corrective action was not taken on the two prior year findings.