

**PAULSBORO SCHOOL DISTRICT**

Paulsboro, New Jersey  
County of Gloucester

**Auditor's Management Report on Administrative Findings -  
Financial, Compliance and Performance  
YEAR ENDED JUNE 30, 2023**

**MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS  
FINANCIAL, COMPLIANCE AND PERFORMANCE**

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

The Honorable President and  
Members of the Board of Education  
Paulsboro School District  
County of Gloucester, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards issued by the Comptroller General of the United States, the basic financial statements of the Board of Education of the Paulsboro School District, in the County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2023, which were separately issued in the Annual Comprehensive Financial Report dated January 15, 2024.

As part of our audit, we also 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 issued in conjunction with the Annual Comprehensive Financial Report of the Board of Education the Paulsboro School District, for the fiscal year ended June 30, 2023, and is intended for the information of the School District's management and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.

Respectfully submitted,

A handwritten signature in black ink that reads "Buckno Lisicky + Company".

Buckno Lisicky & Company  
Certified Public Accountants & Consultants

A handwritten signature in black ink that reads "Chris Betley".

Chris Betley  
Certified Public Accountant  
Public School Accountant No. 20CS00261700

Allentown, Pennsylvania  
January 15, 2024

**ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE AND PERFORMANCE**

**SCOPE OF AUDIT**

The audit covered the financial transactions of the Board Secretary/School Business Administrator and the Treasurer of School Moneys, the activities of the Board of Education, and the records of the various funds under the auspices of the Board of Education.

**ADMINISTRATIVE PRACTICES AND PROCEDURES**

**Insurance**

Fire insurance coverage was carried in the amounts as detailed on exhibit J-20, insurance schedule, contained in the School District's Annual Comprehensive Financial Report (ACFR).

**Official Bonds (N.J.S.A. 18A: 17-26, 18A:17-32, 18A:13-13)**

Name	Position	Amount
Anisah Coppin	Board Secretary/School Business Administrator	\$222,000.00
Michelle Jankauskas	Treasurer of School Moneys	\$215,000.00

There is a blanket dishonesty bond covering all other employees with the following coverage: \$100,000.00 per employee / \$500,000.00 per loss.

**Tuition Charges**

A comparison of tentative tuition charges and actual certified tuition charges was made. The actual costs were less than estimated costs. The School District 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**

Sampled claims paid during the fiscal year under audit did not indicate any reportable noncompliance with respect to signatures, certification, or supporting documentation.

**Payroll Account**

The net salaries of sampled employees of the School District were deposited in the net payroll account. Employees' payroll deductions and the employer's share of fringe benefits were deposited in the payroll agency account.

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

Sampled salary withholdings were promptly remitted to the proper agencies, including health benefit

premium withholdings due to the general fund.

Sampled payrolls were delivered to the Treasurer of School Moneys with a warrant made to her order for the full amount of the payroll.

### **Employee Position Control Roster**

A sample of the Employee Position Control Roster indicated that it was in satisfactory condition and was approved by the county office submission with the 2022-2023 budget review checklist.

### **Encumbrances and Accounts Payable**

A sample of outstanding issued purchase orders was made as of June 30 for proper classification of orders as encumbrances and accounts payable. Our sample did not indicate any reportable noncompliance with respect to classification of orders.

### **Travel**

A sample of travel expenditures during the fiscal year under audit did not indicate any reportable noncompliance.

### **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 randomly sampled expenditure transactions. We also tested the coding of all expenditures included in our compliance and single audit sampling procedures. In addition, a sample was selected that specifically targeted administrative coding classifications to determine overall reliability and compliance with N.J.A.C. 6A:23A-8.3. Our samples did not indicate any reportable noncompliance with respect to classification of expenditures.

### **Board Secretary's Records**

Our audit of the financial and accounting records maintained by the Board Secretary indicated that they were in satisfactory condition, with the exception of the following findings:

#### **Finding No. 2023-001 (ACFR Finding No. 2023-001)**

The School District's general ledger was not properly maintained. Material adjustments were required to properly reflect the School District's financial position as of June 30, 2023.

#### **Recommendation**

That the School District reviews and implements internal controls to ensure the accuracy of all financial reports.

#### **Finding No. 2023-002 (ACFR Finding No. 2023-002)**

Bank reconciliations for various funds were not prepared in accordance with N.J.S.A. 18A:17-9 and several bank reconciliations were not prepared in a timely manner on a monthly basis.

#### **Recommendation**

That the School District reviews and implements internal controls to ensure the accuracy of all financial reports and that formal monthly cash reconciliations for all School District funds be prepared on a timely basis.

Finding No. 2023-003 (ACFR Finding No. 2023-003)

Not all required Board Secretary and Treasurer reports were prepared, reconciled and filed by applicable due dates.

Recommendation

That the Board Secretary and Treasurer reports be in agreement and filed by the applicable due dates.

**Treasurer of School Moneys' Records**

Our audit of the financial and accounting records maintained by the Treasurer of School Moneys indicated that they were not in satisfactory condition. See Finding No. 2023-003 (ACFR Finding No. 2023-003) above.

**Pupil Transportation**

Our audit procedures included a test of on roll status reported in the 2022-23 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was verified to the DRTRS Eligibility Summary Report without exception. 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. 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.

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

The E.S.S.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, II, III and IV of the Every Student Succeeds Act.

The audit of compliance for E.S.S.A. did not indicate any reportable noncompliance.

**Other Special Federal and / or State Projects**

The School District's other special projects were approved as listed on exhibits K-3 and K-4 located in the ACFR.

Our audit of the federal and state funds on a sample 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 other special projects.

The audit of compliance for other special projects did not indicate any reportable noncompliance.

**TPAF Reimbursement**

Our audit procedures included a sample of the biweekly reimbursements filed with the Department of Education for School District employees who are members of the Teachers' Pension and Annuity Fund.

No exceptions were noted.

### **TPAF Reimbursement to the State for Federal Salary Expenditures**

The amount of the expenditure charged to the current year's final reports(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 90 day grant liquidation period required by the Office of Grants Management and N.J.S.A. 18A:66-90. The expenditure was inspected subsequent to the reimbursement and no exceptions were noted.

### **SCHOOL PURCHASING PROGRAMS**

#### **Contracts and Agreements Requiring Advertisement for Bids**

N.J.S.A. 18A:18A-1 et seq. (Public School Contracts Law), the associated rules and related information on the statute, and the school contracts in general, are available on the following website:

<https://www.statenj.us/dca/divisions>

Current statute is posted on the New Jersey Legislature website at: <http://www.njleg.state.nj.us/>  
The bid thresholds in accordance with N.J.S.A. 18A:18A-2 and 18A:18A-3(a) are \$44,000.00 (with a Qualified Purchasing Agent) and \$32,000.00 (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 \$20,200.00 for 2022-2023.

The School District's Board of Education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the contract 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.

Based on the results of our audit, we 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**

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. No exceptions were noted.

We also inquired of school management, or appropriate school food service personnel, as to whether the SFA's expenditures of school food service revenues were limited to allowable direct and indirect costs. 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 sold.

Net cash resources did not exceed three months average expenditures.

### **STUDENT BODY ACTIVITIES**

Our audit of the financial and accounting records for student activities indicated that they were in satisfactory condition.

### **APPLICATION FOR STATE SCHOOL AID**

Our audit procedures included a sample of information reported in the October 14, 2022 Application for State School Aid (A.S.S.A.) for on-roll, private schools for the disabled, low-income, and bilingual. We also performed an inspection of the School District procedures related to its completion. The information on the A.S.S.A. was compared to the School District workpapers without exception. The information that was included on the workpapers was verified without exceptions. The results of our procedures are presented in the schedule of audited enrollments.

The School District maintained workpapers on the prescribed State forms or their equivalent.

The School District procedures appear to be adequate for the recording of student enrollment data.

### **FACILITIES AND CAPITAL ASSETS**

Our audit of the financial and accounting records for facilities and capital assets indicated that they were in satisfactory condition.

### **MISCELLANEOUS**

#### **Continuing Disclosure Agreements**

The School District complied with its most recent continuing disclosure agreements made in relation to prior year bond issuances.

#### **Testing for Lead of All Drinking Water in Education Facilities**

The School District complied with all the requirements of N.J.A.C. 6A:26-1.2 and 12.4 related to the testing for lead of all drinking water in educational facilities.

The School District submitted the annual Statement of Assurance to the Department of Education, pursuant to N.J.A.C. 6A:26-12.4(g).

### **FOLLOW-UP ON PRIOR YEAR'S FINDINGS**



In accordance with *Government Auditing Standards*, our procedures included a review of all prior year recommendations. Corrective action has not been taken on all prior year findings, noted as current year finding 2022-001, 2022-002, and 2022-003:

2022-001: The School District's general ledger was not properly maintained. Material adjustments were required to properly reflect the School District's financial position as of June 30, 2023.

2022-002: Bank reconciliations for various funds were not prepared in accordance with N.J.S.A. 18A:17-9 and several bank reconciliations were not prepared in a timely manner on a monthly basis.

2022-003: Not all required Board Secretary and Treasurer reports were prepared, reconciled and filed by applicable due dates.

There were no Office of Fiscal Accountability and Compliance audit reports issued during the fiscal year ended June 30, 2023.

### **ACKNOWLEDGMENT**

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

Respectfully submitted,

A handwritten signature in black ink that reads "Buckno Lisicky + Company". The signature is written in a cursive, flowing style.

Buckno Lisicky & Company  
Certified Public Accountants & Consultants

Chris Betley  
Certified Public Accountant  
Public School Accountant No. 20CS00261700

Allentown, Pennsylvania  
January 15, 2024

**ADDITIONAL INFORMATION**

**PAULSBORO SCHOOL DISTRICT  
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		Reported on Selected from Workpapers		Verified per Registers On Roll		Errors per Registers On Roll		Reported on A.S.S.A. as Private Schools	Sample for Veri- cation	Sample Verified	Sample Errors	
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared					
Half Day Preschool	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Full Day Preschool	60	-	60	-	-	-	13	-	13	-	-	-	-	-	-	-	
Half Day Kindergarten	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Full Day Kindergarten	78	-	78	-	-	-	16	-	16	-	-	-	-	-	-	-	
One	73	-	73	-	-	-	15	-	15	-	-	-	-	-	-	-	
Two	67	-	67	-	-	-	14	-	14	-	-	-	-	-	-	-	
Three	82	-	82	-	-	-	17	-	17	-	-	-	-	-	-	-	
Four	64	-	64	-	-	-	13	-	13	-	-	-	-	-	-	-	
Five	65	-	65	-	-	-	14	-	14	-	-	-	-	-	-	-	
Six	72	-	72	-	-	-	15	-	15	-	-	-	-	-	-	-	
Seven	68	-	68	-	-	-	14	-	14	-	-	-	-	-	-	-	
Eight	73	-	73	-	-	-	15	-	15	-	-	-	-	-	-	-	
Nine	75	-	75	-	-	-	16	-	16	-	-	-	-	-	-	-	
Ten	73	-	73	-	-	-	15	-	15	-	-	-	-	-	-	-	
Eleven	75	-	75	-	-	-	16	-	16	-	-	-	-	-	-	-	
Twelve	73	-	73	-	-	-	15	-	15	-	-	-	-	-	-	-	
Subtotal	998	-	998	-	-	-	208	-	208	-	-	-	-	-	-	-	
Special Ed - Elementary	109	-	109	-	-	-	23	-	23	-	-	-	9	9	9	-	
Special Ed - Middle School	63	-	63	-	-	-	13	-	13	-	-	-	1	1	1	-	
Special Ed - High School	94	-	94	-	-	-	20	-	20	-	-	-	3	3	3	-	
Subtotal	266	-	266	-	-	-	56	-	56	-	-	-	13	13	13	-	
Totals	1,264	-	1,264	-	-	-	264	-	264	-	-	-	13	13	13	-	
Percentage Error							0%		0%				0%		0%		0%

**PAULSBORO SCHOOL DISTRICT  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 15, 2022**

	<u>Resident Low Income</u>			<u>Sample for Verification</u>			<u>Resident LEP Low Income</u>			<u>Sample for Verification</u>		
	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 LEP Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors
Full Day Kindergarten	58	58	-	19	19	-	-	-	-	-	-	-
One	58	58	-	19	19	-	1	1	-	1	1	-
Two	59	59	-	20	20	-	1	1	-	1	1	-
Three	66	66	-	22	22	-	-	-	-	-	-	-
Four	53	53	-	18	18	-	-	-	-	-	-	-
Five	58	58	-	19	19	-	-	-	-	-	-	-
Six	60	60	-	20	20	-	-	-	-	-	-	-
Seven	50	50	-	17	17	-	2	2	-	2	2	-
Eight	60	60	-	20	20	-	3	3	-	3	3	-
Nine	44	44	-	15	15	-	-	-	-	-	-	-
Ten	43	43	-	14	14	-	-	-	-	-	-	-
Eleven	25	25	-	8	8	-	-	-	-	-	-	-
Twelve	41	41	-	14	14	-	-	-	-	-	-	-
Subtotal	675	675	-	225	225	-	7	7	-	7	7	-
Special Ed - Elementary	5	5	-	16	16	-	-	-	-	-	-	-
Special Ed - Middle School	8	8	-	17	17	-	-	-	-	-	-	-
Special Ed - High School	5	5	-	16	16	-	-	-	-	-	-	-
Subtotal	18	18	-	49	49	-	-	-	-	-	-	-
Totals	693	693	-	274	274	-	7	7	-	7	7	-
Percentage Error			0.00%			0.00%			0.00%			0.00%

**Transportation**

	Reported on DRTRS by DOE/County	Reported on DRTRS by District	Errors	Tested	Verified	Errors
Reg. - Public Schools, col. 1	74	74	-	50	50	-
Reg - Sp Ed, col. 4	8	8	-	6	6	-
Transported - Non-Public, col. 3	-	-	-	-	-	-
Special Ed Spec, col. 6	32	32	-	22	22	-
Courtesy Students	3	3	-	2	2	-
Totals	117	117	-	80	80	-
Percentage Error						0.00%

	Reported	Recalculated
Reg Avg.(Mileage) = Regular Including Grade PK students (Part A)	11.9	11.9
Reg Avg.(Mileage) = Regular Excluding Grade PK students (Part B)	If Applicable	
Spec Avg. = Special Ed with Special Needs	11.3	11.3
Courtesy Avg. = Courtesy Students	1.2	1.2

**PAULSBORO SCHOOL DISTRICT  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 15, 2022**

	<u>Resident LEP NOT Low Income</u>			<u>Sample for Verification</u>		
	<u>Reported on A.S.S.A as LEP Not Low Income</u>	<u>Reported on Workpapers LEP Not Low Income</u>	<u>Errors</u>	<u>Sample Selected from Workpapers</u>	<u>Verified to Test Score and Register</u>	<u>Sample Errors</u>
Full Day Kindergarten	-	-	-	-	-	-
One	-	-	-	-	-	-
Two	-	-	-	-	-	-
Three	2	2	-	2	2	-
Four	2	2	-	2	2	-
Five	2	2	-	2	2	-
Six	1	1	-	1	1	-
Seven	-	-	-	-	-	-
Eight	-	-	-	-	-	-
Nine	-	-	-	-	-	-
Ten	-	-	-	-	-	-
Eleven	-	-	-	-	-	-
Twelve	-	-	-	-	-	-
Subtotal	<u>7</u>	<u>7</u>	<u>-</u>	<u>7</u>	<u>7</u>	<u>-</u>
Special Ed - Elementary	-	-	-	-	-	-
Special Ed - Middle School	-	-	-	-	-	-
Special Ed - High School	-	-	-	-	-	-
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Totals	<u><u>7</u></u>	<u><u>7</u></u>	<u><u>-</u></u>	<u><u>7</u></u>	<u><u>7</u></u>	<u><u>-</u></u>
Percentage Error			<u>0.00%</u>			<u>0.00%</u>

## EXCESS SURPLUS CALCULATION

### REGULAR DISTRICT

#### SECTION 1

##### **A. 2% Calculation of Excess Surplus**

2022-23 Total General Fund Expenditures per the CAFR, Ex. C-1	\$ 30,181,879.06	(B)
Increased by:		
Transfer from Capital Outlay to Capital Projects Fund	\$ -	(B1a)
Transfer from Capital Reserve to Capital Projects Fund	\$ -	(B1b)
Transfer from General Fund to SRF for PreK-Regular	\$ -	(B1c)
Transfer from General Fund to SRF for PreK-Inclusion	\$ -	(B1d)
Decrease by:		
On-Behalf TPAF Pension & Social Security	\$ 4,804,875.42	(B2a)
Assets Acquired Under Capital Leases	\$ -	(B2b)
Adjusted 2022-2023 General Fund Expenditures [(B)+(B1s)-(B2s)]	\$ 25,377,003.64	(B3)
2% of Adjusted 2022-23 General Fund Expenditures [(B3) times .02]	\$ 507,540.07	(B4)
Enter Greater of (B4) or \$250,000	\$ 507,540.07	(B5)
Increased by: Allowable Adjustment *	\$ 671,910.00	(K)
Maximum Unassigned Fund Balance [(B5)+(K)]	\$ 1,179,450.07	(M)

#### SECTION 2

Total General Fund - Fund Balances @ June 30, 2023		
Per CAFR Budgetary Comparison Schedule C-1	\$ 6,233,843.31	(C)
Decreased by:		
Year-End Encumbrances	\$ 64,313.77	(C1)
Legally Restricted - Designated for Subsequent Year's Expenditures	\$ -	(C2)
Legally Restricted - Excess Surplus - Designated for Subsequent Year's Expenditures**	\$ 3,039,530.27	(C3)
Other Restricted Fund Balances ****	\$ 550,221.80	(C4)
Assigned Fund Balance - Designated for Subsequent Year's Expenditures	\$ 632,930.73	(C5)
Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)-(C6)]	\$ 1,946,846.74	(U1)

#### SECTION 3

Restricted Fund Balance - Excess Surplus *** [(U1)-(M)] IF NEGATIVE ENTER -0-	\$ 767,396.67	(E)
---	---------------	-----

#### Recapitulation of Excess Surplus as of June 30, 2023

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures **	\$ 3,039,530.27	(C3)
Reserved Excess Surplus *** [(E)]	\$ 767,396.67	(E)
Total Excess Surplus [(C3)+(E)]	\$ 3,806,926.94	(D)

**REGULAR DISTRICT (continued):**

**Footnotes:**

\*Allowable adjustment to expenditures on line K must be detailed as follows. This adjustment line (as detailed below) is to be utilized when applicable for:

(H) Federal Impact Aid. The passage of P.L.2015, c.46 amended N.J.S.A. 18A:7F-41 to permit a board of education to appropriate federal impact aid funds to establish or supplement a federal impact aid legal reserve in the general fund. Accordingly, effective for the year ending June 30, 2016 the Section 8002 and Section 8003 received during the fiscal year and recognized as revenue on the Reserve - General (8002 or 8003) by board resolution during June 1 to June 30 of the fiscal year under audit. Amounts transferred to the reserve are captured on line (C4);

(I) Sale and Lease-back (Refer to the Audit Program Section II, Chapter 10);

(J1) Extraordinary Aid;

(J2) Additional Nonpublic School Transportation Aid;

(J3) Recognized Current Year School Bus Advertising revenue; and

(J4) Family Crisis Transportation Aid.

(J5) Supplemental Stabilization Aid received April 2023 & Maintenance of Equity Aid received July 2023

**Detail of Allowable Adjustments**

Federal Impact Aid	\$ -	(H)
Sale & Lease-back	\$ -	(I)
Extraordinary Aid	\$ 362,810.00	(J1)
Additional Nonpublic School Transportation Aid	\$ -	(J2)
Current Year School Bus Advertising Revenue Recognized	\$ -	(J3)
Family Crisis Transportation Aid	\$ -	(J4)
Maintenance of Equity Aid receive July 2023	\$ 309,100.00	(J5)
Total Adjustments [(H)+(I)+(J1)+(J2)+(J3)+(J4)+(J5)]	\$ 671,910.00	(K)

\*\* This amount represents Excess Surplus (C3 above) generated during June 30, 2023 and must be included in the Audit Summary Line 90031.

\*\*\* Amounts must agree to the June 30, 2023 CAFR and must agree to Audit Summary Line 90030.

\*\*\*\* Amount for Other Restricted Fund Balances must be detailed for each source. Use in the excess surplus calculation of any legal reserve that is not state mandated or that is not legally imposed by another type of government, such as the judicial branch of government, must have departmental approval. District requests should be submitted to the Division of Administration and Finance prior to September 30.

**Detail of Other Restricted Fund Balance**

**Statutory Restrictions:**

Approved Unspent Separate Proposal	\$ -
Sale/Lease-Back Reserve	\$ -
Capital Reserve	\$ 540,208.38
Maintenance Reserve	\$ 10,013.42
Emergency Reserve	\$ -
Tuition Reserve	\$ -
School Bus Advertising 50% Fuel Offset Reserve - Current Year	\$ -
School Bus Advertising 50% Fuel Offset Reserve - Prior Year	\$ -
Impact Aid General Fund Reserve (Sections 8002 and 8003)	\$ -
Impact Aid Capital Fund Reserve (Sections 8007 and 8008)	\$ -
Other State/Government Mandated Reserve	\$ -
[Other Restricted Fund Balance Not Noted Above] ****	\$ -
Total Other Restricted Fund Balance	\$ 550,221.80 (C4)

**Paulsboro School District  
Audit Recommendations Summary  
For The Year Ending June 30, 2023**

Recommendations:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

That the School District reviews and implements internal controls to ensure the accuracy of all financial reports.

That the School District reviews and implements internal controls to ensure the accuracy of all financial reports and that formal monthly cash reconciliations for all School District funds be prepared on a timely basis.

That the Board Secretary and Treasurer reports be in agreement and filed by the applicable due dates.

3. School Purchasing Programs

None

4. School Food Service

None

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



**Paulsboro School District**  
**Audit Recommendations Summary**  
**For The Year Ending June 30, 2023**

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, with the exception of the following, which is repeated in this year's recommendations:

That the School District reviews and implements internal controls to ensure the accuracy of all financial reports.

That the School District reviews and implements internal controls to ensure the accuracy of all financial reports and that formal monthly cash reconciliations for all School District funds be prepared on a timely basis.

That the Board Secretary and Treasurer reports be in agreement and filed by the applicable due dates.