

*Auditor's Management Report*

*for the*

*Township of South Brunswick  
School District*

*in the*

*County of Middlesex  
New Jersey*

*for the*

*Fiscal Year Ended  
June 30, 2023*



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

**TABLE OF CONTENTS**

	<b><u>Page</u></b>
Independent Auditor's Report	1
Scope of Audit	2
Administrative Practices and Procedures	
Insurance	2
Official Bonds	2
P.L. 2020,c.44	2
Tuition Charges	2
Financial Planning, Accounting and Reporting	
Examination of Claims	3
Payroll Account	3
Position Control Roster	3
Reserve for Encumbrances and Accounts Payable	3
Classification of Expenditures	3
Board Secretary's Records	4
Elementary and Secondary Education Act (E.S.E.A.) as Amended by the Every Student Succeeds Act (ESSA)	4
Other Special Federal and/or State Projects	4
T.P.A.F. Reimbursement	4
T.P.A.F. Reimbursement to the State for Federal Salary Expenditures	4
School Purchasing Programs	
Contracts and Agreements Requiring Advertisement for Bids	5
School Food Service Funds	6-7
Student Body Activities	7
Application for State School Aid	7
Pupil Transportation	8
Facilities and Capital Assets	8
Testing for Lead of All Drinking Water in Educational Facilities	8
Follow-Up on Prior Year's Findings	8
Schedule of Audited Enrollments	9-11
Excess Surplus Calculation	12-13
Schedule of Meal County Activity	14
Net Cash Resource Schedule - Food Service	15
Recommendations	16





# SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Township of South Brunswick School District  
County of Middlesex  
Monmouth Junction, New Jersey 08852

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 Township of South Brunswick School District in the County of Middlesex for the year ended June 30, 2023 and have issued our report dated January 30, 2024.

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 Township of South Brunswick School District, County of Middlesex, 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. 962

January 30, 2024

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

**SCOPE OF AUDIT**

The audit covered the financial transactions of the Business Administrator/ Board Secretary and the Chief School Administrator, the activities of the Township of South Brunswick 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 ACFR (See Exhibit "J-20").

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

<u>NAME</u>	<u>POSITION</u>	<u>AMOUNT OF BONDS</u>
David Pawlowski	Board Secretary/School Business Administrator	\$525,000.00
All Employees	Blanket Bond	500,000.00

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

**P.L. 2020, c. 44**

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 fiscal year of audit. The Chapter 44 summary report was reviewed for reasonableness and timeliness.

The data submitted did include all health benefit plans offered by the school district. The school district data certification was completed by the chief school administrator and was submitted timely.

**Tuition Charges**

A comparison of tentative charges and actual certified tuition charges was made. The actual costs differed from the estimated costs. The Board made a proper adjustment to the billings to sending Districts for the difference in per pupil costs in accordance with N.J.A.C. 6a-23-3.1(f)3.

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

**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 Account**

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 secretary of the board who then deposited with warrants in separate bank accounts for net payroll and withholdings.

The balances of funds on deposit in the Payroll Account are analyzed on a monthly basis.

**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 for proper classification of orders as reserve for encumbrances and accounts payable without exception.

**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 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.

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

**FINANCIAL PLANNING, ACCOUNTING AND REPORTING (CONTINUED)**

**Board Secretary's Records**

The financial records, books of account and minutes of the Board Secretary were maintained in satisfactory condition and an encumbrance system was fully implemented.

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

**Other Special Federal and State Projects**

The District's 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 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.

**T.P.A.F. Reimbursement**

Our audit procedures included a test of the semi-monthly reimbursements filed with the Department of Education for 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 Report 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. The expenditure was reviewed subsequent to the reimbursement and no exceptions were noted.



**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-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."

Effective July 1, 2020, the bid threshold in accordance with N.J.S.A. 18A:18A-3(a) and (c) is \$32,000.00. 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 \$44,000.00. The law regulating bidding for public school student transportation contracts under N.J.S.A. 18:39-3 is currently \$20,200.00.

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. Our examination did reveal however, that the district made purchases through the use of state contracts.

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

**SCHOOL FOOD SERVICE**

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 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 financial transactions and statistical records of the school food service fund were reviewed. The financial accounts, meal count records were reviewed on a test-check basis. No exceptions were noted.

Cash receipts and bank records were reviewed for timely deposit. No exceptions were noted.

The district school 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 Cost Reimbursable Fixed Price or Non-Competitive Emergency Procurement contract/addendum were reviewed and audited. The FSMC contract includes an operating results provision which guarantees that the food service program will return a \$200,000.00 profit. The operating results provision has been met. All vendor discounts, rebates and credits from vendors and the FSMC were tracked and credited to the Food Service Account and reconciled to supporting documentation at least annually.

Expenditures should be 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 reflect 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.

The SFA recorded and maintained separate supporting documentation for additional costs (food, supplies, transportation etc.) applicable to the implementation of the COVID-19 meal service under SSO or SFSP program requirements.

**2023-01 Finding:** Net cash resources exceeded three months average expenditures.

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

**SCHOOL FOOD SERVICE (CONTINUED)**

Time sheets were reviewed, and labor costs verified. Payroll records were maintained. Service employees authorized by the board of educations. No exceptions were noted.

The number of meals claimed for reimbursement was compared to sales and meal count records. As part of the claims review process the Edit Check Worksheet was completed. Reimbursement claims were submitted in a timely manner.

Applications for free and reduced price meals were reviewed for completeness and accuracy. The number of free and reduced price meals claimed as served was compared to the number of valid applications or to the list of directly certified students on file, times the number of operating days, on a school by school basis. The free and reduced price meal policy was reviewed for uniform administration throughout the school system. The required verification procedures for free and reduced price applications were completed and available for review.

USDA Food Distribution Program (food and/or commodities) were received and a single inventory was maintained on a first-in, first-out basis. No exceptions were noted.

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.

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.

Exhibits reflecting Child Nutrition Program operations are included in Section G of the ACFR.

**STUDENT BODY ACTIVITIES/ATHLETIC FUNDS**

A cash receipts and disbursement record were maintained in satisfactory condition.

**APPLICATION FOR STATE SCHOOL AID**

Our audit procedures included a test of information reported in the October 14, 2022 Application for State School Aid (A.S.S.A) for on-roll, private schools for the handicapped, low income, and bilingual. 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 work papers with immaterial exceptions. 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 had written procedures for the recording of student enrollment data.

**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 2022-2023 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.

**FACILITIES AND CAPITAL ASSETS**

Our procedures included review of transfer of local funds from the general fund or from the capital reserve account, and awarding of contracts for eligible facilities construction. No exceptions were noted.

**TESTING FOR LEAD OF ALL DRINKING WATER IN EDUCATIONAL FACILITIES**

We were advised that 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 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**

Not applicable

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT  
 SCHEDULE OF AUDITED ENROLLMENTS  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 14, 2022

	2023-2024 Application for State School Aid				Sample for Verification				Private School for Handicapped						
	Reported on A.S.S.A. as on Roll	Full	Shared	Workpapers on Roll	Errors	Full	Shared	Sample Selected from Workpapers	Verified per Registers on Roll	Full	Shared	Errors per Registers on Roll	Reported on A.S.S.A. as Private Schools	Sample for Verification	Sample Errors
Half Day Pre-K 3 yr	27			27											
Half Day Pre-K 4 yr	59			59											
Full Day Pre-K 4 yr	392			392			14	14							
Full Day Kindergarten	465			465			16	16							
One	448			448			18	18							
Two	460			460			20	20							
Three	470			470			21	21							
Four	544			544			25	25							
Five	549			549			21	21							
Six	574			574			22	22							
Seven	592			592			22	22							
Eight	591			591			26	26							
Nine	605			605			25	25							
Ten	675			675			25	25							
Eleven	675			675			25	25							
Twelve	675			675			27	27							
Subtotal	7,126			7,126			282	282							
SpEd Elementary	342			342			11	11					4	3	3
SpEd Middle School	186	3		186	3		8	8					9	8	8
SpEd High School	245			245			11	11					12	10	10
Subtotal	773	3		773	3		30	30					25	21	21
Totals	7,899	3		7,899	3		312	312					25.0	21	21
Percentage							0%	0%					0%	0%	0%

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT  
 SCHEDULE OF AUDITED ENROLLMENTS  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 14, 2022

	Resident Low Income			Sample for Verification			Resident ELL/LEP Low Income			Sample for Verification		
	Reported on A.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.A. as ELL Low Income	Reported on Workpapers as LEP Low Income	Errors	Sample Selected from Workpapers	Verified to Application and Register	Sample Errors
Full Day Kindergarten	56	56		14	14		8	8		4	4	
One	54	54		15	15		19	19		14	14	
Two	68	68		14	14		17	17		11	11	
Three	65	65		12	12		17	17		10	9	-1
Four	51	51		14	14		6	6		4	4	
Five	60	60		12	12		5	5		3	3	
Six	47	47		15	15		7	7		5	5	
Seven	53	53		14	14		5	5		3	3	
Eight	84	84		15	15		7	7		5	5	
Nine	48	48		15	15		1	1		1	1	
Ten	65	65		15	15		4	4		3	3	
Eleven	69	69		17	17		1	1		1	1	
Twelve	63	63		16	16		2	2		2	1	-1
Subtotal	783	783		188	188		99	99		66	64	-2
SpEd Elementary	88	88		30	30		9	9		9	9	
SpEd Middle School	59	59		16	16		7	7		3	3	
SpEd High School	85	85		20	20							
Subtotal	232.0	232		66	66		16	16		12	12	
Totals	1,015.0	1,015	0%	254	254	0%	115	115	0%	78	76	-2.56%

	Transportation			Percentage Error		
	Reported on DRTS by DOE	Reported on DRTS by District	Errors	Tested	Verified	Errors
Reg. Public Schools, col.1	4703	4703		281	281	
Nonpublic Transportation, col.2	47	47		3	3	
Non-Public AIL, col.3	207	207		10	10	
Reg. - SpEd, Col.4	41	41		6	6	
Special Ed Spec, col.6	309	309		12	12	
Totals	5307	5307	0%	312	312	0%

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT  
SCHEDULE OF AUDITED ENROLLMENTS  
APPLICATION FOR STATE SCHOOL AID SUMMARY  
ENROLLMENT AS OF OCTOBER 14, 2022

	<u>Resident ELL/LEP NOT Low Income</u>			<u>Sample for Verification</u>		
	<u>Reported on A.S.S.A. as NOT Low Income</u>	<u>Reported on Workpapers as NOT Low Income</u>	<u>Errors</u>	<u>Sample Selected from Workpapers</u>	<u>Verified to Application and Register</u>	<u>Sample Errors</u>
Half Day Pre-School						
Full Day Pre-School						
Full Day Kindergarten	43	43		27	27	
One	39	39		24	24	
Two	35	35		21	21	
Three	27	27		17	17	
Four	9	9		6	5	-1
Five	8	8		5	5	
Six	7	7		5	5	
Seven	6	6		2	2	
Eight	6	6		4	4	
Nine	3	3		2	2	
Ten						
Eleven	2	2		1	1	
Twelve	2	2		1	1	
Subtotal	<u>187</u>	<u>187</u>		<u>115</u>	<u>114</u>	<u>-1</u>
SpEd Elementary	6	6		5	6	1
SpEd Middle School	1	1				
SpEd High School						
Subtotal	<u>7</u>	<u>7</u>		<u>5</u>	<u>6</u>	<u>1</u>
Totals	<u>194</u>	<u>194</u>		<u>120</u>	<u>120</u>	
Percentage Error			<u>0%</u>			<u>0%</u>

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT

SCHEDULE OF CALCULATION OF EXCESS SURPLUS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

REGULAR DISTRICT

SECTION 1

2% Calculation of Excess Surplus

2022 - 2023 Total General Fund Expenditures per ACFR Ex. C-1	\$	<u>182,587,957.00</u>	
Increased by:			
Transfer from Capital Outlay to Capital Projects Fund			
Transfer from Capital Reserve to Capital Projects Fund		<u>1,421,762.00</u>	
Decreased by:			
On-Behalf TPAF Pension and Social Security		<u>33,841,823.00</u>	
Adjusted 2022 - 2023 General Fund Expenditures	\$		<u>150,167,896.00</u>
2% of Adjusted 2022 - 2023 General Fund Expenditures			<u>3,003,358.00</u>
Greater of Line Above or \$250,000.00			<u>3,003,358.00</u>
Increased by: Allowable Adjustment			<u>2,970,008.00</u>
Maximum Unreserved/Undesignated Fund Balance	\$		<u><u>5,973,366.00</u></u>

SECTION 2

Total General Fund Balances at June 30, 2023	\$	<u>28,881,013.00</u>	
Decreased by:			
Year-End Encumbrances		<u>3,833,097.00</u>	
Legally Restricted - Designated for Subsequent Year's Expenditures			
Legally Restricted - Excess Surplus-Designated for Subsequent Year's Expenditures		<u>2,464,231.00</u>	
Other Restricted Fund Balances		<u>6,242,104.00</u>	
Assigned Fund Balance - Unreserved - Designated for Subsequent Year's Expenditures		<u>6,417,660.00</u>	
Total Unassigned Fund Balance	\$		<u><u>9,923,921.00</u></u>



SECTION 3

Restricted Fund Balance-Excess Surplus \$ 3,950,555.00

Recapitulation of Excess Surplus as of June 30, 2023

Restricted Excess Surplus - Designated for Subsequent Year's Expenditures \$ 2,464,231.00

Restricted Excess Surplus 3,950,555.00

Total \$ 6,414,786.00

Detail of Allowable Adjustments

Extraordinary Aid \$ 223,686.00

Supplemental Stabilization Aid 2,681,738.00

Additional Non-Public School Transportation Aid 64,584.00

\$ 2,970,008.00

Detail of Other Restricted Fund Balance

Statutory Restrictions:

Capital Reserve \$ 1,466,725.00

Maintenance Reserve 3,567,772.00

Emergency Reserve 700,000.00

Reserve for Unemployment 507,607.00

Total Other Restricted Fund Balance \$ 6,242,104.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT  
FOOD SERVICE FUND  
NUMBER OF MEALS SERVED AND (OVER) UNDERCLAIM- FEDERAL  
ENTERPRISE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PROGRAM	MEAL CATEGORY	MEALS CLAIMED	MEALS TESTED	MEALS VERIFIED	DIFFERENCE	RATE (a)	(OVER) UNDER CLAIM (b)
National School Lunch (Regular Rate)	Paid	359,283	359,283	359,283	0	0.77	0.00
	Reduced	27,158	27,158	27,158	0	3.93	0.00
	Free	78,787	78,787	78,787	0	4.33	0.00
	TOTAL	465,228	465,228	465,228			0.00
National School Lunch	HHFKA	465,228	465,228	465,228	0	0.08	0
School Breakfast (Regular Rate)	Paid	38,097	38,097	38,097	0	0.50	0.00
	Reduced	8,330	8,330	8,330	0	1.96	0.00
	Free	28,480	28,480	28,480	0	2.26	0.00
	TOTAL	74,907	74,907	74,907			0.00
School Breakfast (Severe Rate)	Paid	6,892	6,892	6,892	0	0.50	0.00
	Reduced	4,435	4,435	4,435	0	2.37	0.00
	Free	11,768	11,768	11,768	0	2.67	0.00
	TOTAL	23,095	23,095	23,095			0.00
After School Snacks	Paid				0	0.07	0.00
	Reduced				0	0.42	0.00
	Free (Area Eligible)	35,884	35,884	35,884	0	1.08	0.00
	TOTAL	35,884	35,884	35,884			0.00
<b>Total Net Overclaim ( Underclaim)</b>							<b>0.00</b>

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT  
NET CASH RESOURCE SCHEDULE - FOOD SERVICE  
FY 2023**

<u>Net Cash Resources:</u>		Food Service B - 4/5
<b>ACFR</b>	<b>Current Assets *</b>	
B-4	Cash & Cash Equiv.	\$ 1,947,771
B-4	Due from Other Gov'ts	81,650
B-4	Accounts Receivable	18,116
<b>ACFR</b>	<b>Current Liabilities</b>	
B-4	Less Accounts Payable	(187,776)
B-4	Less Accruals	
B-4	Less Due to Other Funds	
B-4	Less Deferred Revenue	<u>(113,696)</u>
	<b>Net Cash Resources</b>	<b><u>\$ 1,746,065.00 (A)</u></b>

Net Adj. Total Operating Expense:

B-5	Tot. Operating Exp.	3,585,827
B-5	Less Depreciation	<u>(70,191)</u>
	Adj. Tot. Oper. Exp.	<b><u>\$ 3,515,636.00 (B)</u></b>

Average Monthly Operating Expense:

B / 10 **\$ 351,563.60 (C)**

Three times monthly Average:

3 X C **\$ 1,054,690.80 (D)**

TOTAL IN BOX A	\$ 1,822,413.00
LESS TOTAL IN BOX D	<u>\$ (1,054,690.80)</u>
NET	<b><u>\$ 767,722.20 &lt;&lt;--- Excess</u></b>
<b>A is greater than D, cash exceeds 3 X average monthly operating expenses.</b>	
<b>D is greater than A, cash does not exceed 3 X average monthly operating expenses.</b>	

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

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

**RECOMMENDATIONS**

1. Administrative Practices and Procedures  
None
2. Financial Planning, Accounting and Reporting  
None
3. School Purchasing Program  
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. Status of Prior Year's Findings/Recommendations  
N/A

