BOARD OF EDUCATION

READINGTON TOWNSHIP

COUNTY OF HUNTERDON

SYNOPSIS OF AUDIT

JULY 1, 2012 TO JUNE 30, 2013

READINGTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2013

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash & Cash Equivalents	$ 2,188,848	$ 224,527	$ 2,413,375
Internal Balances	(18,674)	18,674	
Receivables, Net	1,070,021	6,436	1,076,457
Inventory		7,112	7,112
Restricted Assets:			
Cash & Cash Equivalents	4,684,385		4,684,385
Capital Assets (Note 4):			
Land and Construction in Progress	412,362		412,362
Other Capital Assets, Net of Depreciation	41,815,350	45,550	41,860,900
Total Assets	50,152,292	302,299	50,454,591
LIABILITIES			
Accounts Payable	346,085	12,882	358,967
Due to Other Funds	215		215
Accrued Interest	442,476		442,476
Payables to Governments	859		859
Deferred Revenue	54,696	42,968	97,664
Long-Term Liabilities:			
Due Within One Year	1,400,079		1,400,079
Due Beyond One Year	22,951,727		22,951,727
Total Liabilities	25,196,137	55,850	25,251,987
NET POSITION			
Net Investment in Capital Assets	18,900,825	45,550	18,946,375
Restricted for:			
Capital Projects	867,665		867,665
Debt Service	13,264		13,264
Legal Reserves	4,390,276		4,390,276
Unrestricted	784,125	200,899	985,024
TOTAL NET POSITION	$ 24,956,155	$ 246,449	$ 25,202,604

READINGTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

			Program Revenues			Net (Expense) Revenue & Changes in Net Position		
Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental Activities:								
Instruction:								
Regular	$ 9,310,997	$ 4,123,487	$ 22,832	$ 13,118		$ (13,398,534)		$ (13,398,534)
Special Education	3,117,999	1,482,347	50,263	37,248		(4,512,835)		(4,512,835)
Other Special Education	786,727	373,487		29,717		(1,130,497)		(1,130,497)
Other Instruction	264,517	105,302				(369,819)		(369,819)
Support Services:								
Tuition	614,482			408,677		(205,805)		(205,805)
Students & Instruction Related Services	3,492,668	1,522,718		46,542		(4,968,844)		(4,968,844)
General & Business Administration Services	1,021,127	330,090	30,000			(1,321,217)		(1,321,217)
School Administration Services	1,217,913	507,295				(1,725,208)		(1,725,208)
Plant Operations & Maintenance	2,236,267	214,346	63,965			(2,386,648)		(2,386,648)
Pupil Transportation	2,029,806	6,102	25,160			(2,010,748)		(2,010,748)
Interest on Long-Term Debt	1,014,502					(1,014,502)		(1,014,502)
Total Governmental Activities	25,107,005	8,665,174	192,220	535,302	-	(33,044,657)	$ -	(33,044,657)
Business-Type Activities:								
Food Service	613,691		461,034	103,253			(49,404)	(49,404)
Summer Programs	29,760		27,618				(2,142)	(2,142)
Total Business-Type Activities	643,451	-	488,652	103,253	-	-	(51,546)	(51,546)
Total Primary Government	$ 25,750,456	$ 8,665,174	$ 680,872	$ 638,555	$ -	(33,044,657)	(51,546)	(33,096,203)

General Revenues and Special Items	Governmental Activities	Business-Type Activities	Total
Property Taxes Levied for General Purposes	26,586,701		26,586,701
Property Taxes Levied for Debt Service	2,194,238		2,194,238
Federal & State Aid Not Restricted	4,560,512		4,560,512
Investment Earnings	30,540	913	31,453
Miscellaneous Income	144,537		144,537
Special Item-Proceeds from Insurance Claim	25,448		25,448
Special Item-Gain on Disposition of Assets	2,061		2,061
Total General Revenues and Special Items	33,544,037	913	33,544,950
Change in Net Position	499,380	(50,633)	448,747
Net Position-Beginning	24,456,775	297,082	24,753,857
Net Position-Ending	$ 24,956,155	$ 246,449	$ 25,202,604

READINGTON TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash & Cash Equivalents	$ 2,175,584			$ 13,264	$ 2,188,848
Due from Other Funds	237,895				237,895
Receivables from Other Governments:					
State	173,827		$ 573,556		747,383
Federal		$ 284,777			284,777
Local	24,652				24,652
Other Receivables	8,159	5,050			13,209
Restricted Cash & Equivalents	4,390,276		294,109		4,684,385
TOTAL ASSETS	$ 7,010,393	$ 289,827	$ 867,665	$ 13,264	$ 8,181,149
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 344,338	$ 1,747			$ 346,085
Due to Other Funds	19,010	237,774			256,784
Payables to Other Governments:					
State		859			859
Deferred Revenue	5,249	49,447			54,696
Total Liabilities	368,597	289,827	$ -	$ -	658,424
Fund Balances:					
Restricted for:					
Excess Surplus	693,541				693,541
Excess Surplus-Designated for Subsequent Year's Expenditures	702,390				702,390
Capital Projects			867,665		867,665

READINGTON TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013
(Continued)

LIABILITIES AND FUND BALANCES (Cont'd)	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Committed to:					
Capital Reserve Account	$ 3,806,381				$ 3,806,381
Maintenance Reserve Account	378,299				378,299
Emergency Reserve Account	205,596				205,596
Assigned to:					
Year-End Encumbrances	372,039				372,039
Designated for Subsequent Year's Expenditures	36,715			$ 13,243	49,958
Debt Service Fund-Undesignated				21	21
Unassigned Fund Balance	446,835				446,835
Total Fund Balances	6,641,796	$ -	$ 867,665	13,264	7,522,725
TOTAL LIABILITIES AND FUND BALANCES	$ 7,010,393	$ 289,827	$ 867,665	$ 13,264	
Amounts reported for governmental activities in the Statement of Net Position (A-1) are different because:					
Capital assets used in government activities are not financial resources & therefore are not reported in the funds. The cost of the assets is				$ 59,640,935	
and the accumulated depreciation is				17,413,223	42,227,712
Long-term liabilities, including bonds payable, are not due & payable in the current period & therefore are not reported as liabilities in the funds					(24,351,806)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. Accrued interest for general obligation bonds & New Jersey EDA loans is					(442,476)
Net Position of Governmental Activities					$ 24,956,155

READINGTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	$ 26,586,701			$ 2,194,238	$ 28,780,939
Tuition Charges	70,290				70,290
Transportation Fees	3,976				3,976
Interest Earned on Legal Reserve Funds	10,163				10,163
Interest on Investments	20,377				20,377
Local Contributions	26,000				26,000
Miscellaneous	102,851	$ 14,360		20	117,231
Total	26,820,358	14,360	$ -	2,194,258	29,028,976
State Sources	4,552,738	1,924		7,774	4,562,436
Federal Sources		519,018			519,018
Total Revenues	31,373,096	535,302	-	2,202,032	34,110,430
EXPENDITURES					
Current:					
Instruction:					
Regular Instruction	9,248,836	13,118			9,261,954
Special Education Instruction	3,077,130	36,330			3,113,460
Other Special Instruction	757,010	29,717			786,727
Other Instruction	262,570				262,570
Support Service & Undistributed Costs:					
Tuition	205,805	408,677			614,482
Student & Instruction Related Services	3,451,729	46,542			3,498,271
General & Business Administrative Services	985,710				985,710
School Administrative Services	1,217,813				1,217,813
Plant Operations & Maintenance	2,178,294				2,178,294
Pupil Transportation	1,818,183				1,818,183
Unallocated Benefits	7,534,231	918			7,535,149

READINGTON TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(Continued)

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES (Cont'd)					
Capital Outlay	$ 288,060		$ 33,800		$ 321,860
Debt Service:					
Principal				$ 1,230,786	1,230,786
Interest & Other Charges	67,811			973,278	1,041,089
Total Expenditures	31,093,182	$ 535,302	33,800	2,204,064	33,866,348
Excess (Deficiency) of Revenues Over (Under) Expenditures	279,914	-	(33,800)	(2,032)	244,082
Other Financing Sources (Uses):					
Proceeds from Disposition of Capital Assets	2,061				2,061
Insurance Claim Proceeds for Flooding Damage	25,448				25,448
Total Other Financing Sources (Uses)	27,509	-	-	-	27,509
Net Change in Fund Balances	307,423	-	(33,800)	(2,032)	271,591
Fund Balances, July 1	6,334,373	-	901,465	15,296	7,251,134
Fund Balances, June 30	$ 6,641,796	$ -	$ 867,665	$ 13,264	$ 7,522,725

RECOMMENDATIONS

No recommendations have been developed as a result of the audit.

STATUS OF PRIOR YEAR'S AUDIT FINDINGS/RECOMMENDATIONS

There were no prior year audit recommendations.