



**BOARD OF EDUCATION  
OF THE  
TOWNSHIP OF LAKEWOOD**

**SYNOPSIS OF AUDIT REPORT**

**2020-2021**

The following is a summary of the audit report for the fiscal year July 1, 2020 to June 30, 2021, as required by N.J.S.A.18A:23-4.

Recommendations:

1. Administrative Practices and Procedures  
None
2. Financial Planning, Accounting and Reporting  
None
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
10. Status of Prior Year Audit Findings/Recommendations

A review was performed on the prior year recommendations and corrective action was taken on all prior year findings, with the exception of those findings denoted by an asterisk (\*).

A **Corrective Action Plan**, which outlines the actions the Board of Education of the Township of Lakewood will take to correct the findings listed above, has been prepared in accordance with federal and state requirements. A copy of the plan is on file and available for public inspection in the office of the Board of Education of the Township of Lakewood, 200 Ramsey Avenue, Lakewood, NJ 08701.

The above summary was prepared from the Annual Comprehensive Financial Report of the Board of Education of the Township of Lakewood for the fiscal year July 1, 2020 to June 30, 2021. The Annual Comprehensive Financial Report, submitted by Matthew Holman, CPA, PSA of Holman, Frenia & Allison, is on file in the office of the Board of Education of the Township of Lakewood, 200 Ramsey Avenue, Lakewood, NJ 08701 and may be inspected by any interested person. The information included herein is not intended to represent the complete financial information as presented in the Annual Comprehensive Financial Report.

**Attachments:**

- Audit Exhibit B-1 – Balance Sheet
- Audit Exhibit B-2 – Statement of Revenues, Expenditures and Changes in Fund Balances
- Corrective Action Plan – Not required, no recommendations

***Kevin Campbell***

Kevin Campbell  
Assistant Business Administrator/Board Secretary

**LAKWOOD TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
<b>ASSETS:</b>					
Cash & Cash Equivalents	\$ 14,983,483	\$ 13,743,823	\$ 9,499	\$ 2,206	\$ 28,739,011
Receivables, Net:					
Interfund Receivable	412,371	-	-	222	412,593
Due from Other Governments:					
State	21,596,489	-	-	-	21,596,489
Federal	-	16,374,717	-	-	16,374,717
Other Receivables	73,030	45,252	184,000	-	302,282
Other Assets	40,300	-	-	-	40,300
Restricted Cash & Cash Equivalents	2,014,190	-	-	-	2,014,190
<b>Total Assets</b>	<b>\$ 39,119,863</b>	<b>\$ 30,163,792</b>	<b>\$ 193,499</b>	<b>\$ 2,428</b>	<b>\$ 69,479,582</b>
<b>LIABILITIES &amp; FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 5,548,387	\$ 21,751,809	\$ 3,620	\$ -	\$ 27,303,816
Accrued Salaries Payable	1,264,089	-	-	-	1,264,089
Unearned Revenue	-	1,057,770	-	-	1,057,770
Interfunds Payable	-	64,583	222	-	64,805
Intergovernmental Payable:					
State	-	6,906,497	-	-	6,906,497
<b>Total Liabilities</b>	<b>6,812,476</b>	<b>29,780,659</b>	<b>3,842</b>	<b>-</b>	<b>36,596,977</b>
<b>Fund Balances:</b>					
<b>Restricted for:</b>					
Capital Reserve	2,014,190	-	-	-	2,014,190
Repayment of Advanced State Aid, Restricted Per N.J.A.S. 18A:7A-56	7,686,826	-	-	-	7,686,826
Capital Projects	-	-	189,657	-	189,657
Debt Service	-	-	-	2,428	2,428
Unemployment Claims	66,987	-	-	-	66,987
Student Activities	-	185,375	-	-	185,375
Scholarship	-	197,758	-	-	197,758
<b>Assigned to:</b>					
Designated for Subsequent Year's Expenditures	1,135,507	-	-	-	1,135,507
Other Purposes	9,202,895	-	-	-	9,202,895
Unassigned (Deficit)	12,200,982	-	-	-	12,200,982
<b>Total Fund Balances</b>	<b>32,307,387</b>	<b>383,133</b>	<b>189,657</b>	<b>2,428</b>	<b>32,882,605</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$ 39,119,863</b>	<b>\$ 30,163,792</b>	<b>\$ 193,499</b>	<b>\$ 2,428</b>	

Amounts reported for governmental activities in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$78,949,944.33 and the accumulated depreciation is \$41,031,213.	38,062,531
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	
Deferred Outflows related to pensions	9,464,091
Deferred Inflows related to pensions	(11,735,919)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(267,206)
Accrued pension contributions for the June 30, 2020 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(1,519,838)
Long-term liabilities, including net pension liability, compensated absences payable and other post employment benefits are not due and payable in the current period and, therefore, are not reported as a liability in the funds.	(184,892,131)
<b>Net position of Governmental Activities</b>	<b>\$ (118,005,867)</b>

The accompanying Notes to Financial Statements are an integral part of this statement.

**LAKWOOD TOWNSHIP SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR FISCAL YEAR ENDED JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
<b>Revenues:</b>					
<b>Local Sources:</b>					
Local Tax Levy	\$ 105,870,754	\$ -	\$ -	\$ 1,652,086	\$ 107,522,840
Rents and Royalties	700	-	-	-	700
Tuition	115,858	-	-	-	115,858
Miscellaneous	2,139,042	3,781,529	222	-	5,920,793
<b>Total Local Sources</b>	<b>108,126,354</b>	<b>3,781,529</b>	<b>222</b>	<b>1,652,086</b>	<b>113,560,191</b>
State Sources	60,626,458	42,168,922	-	667,817	103,463,197
Federal Sources	1,398,986	39,706,083	-	-	41,105,069
<b>Total Revenues</b>	<b>170,151,798</b>	<b>85,656,534</b>	<b>222</b>	<b>2,319,903</b>	<b>258,128,457</b>
<b>Expenditures:</b>					
<b>Current Expense:</b>					
Regular Instruction	23,047,780	22,348,211	-	-	45,395,991
Special Education Instruction	10,140,056	-	-	-	10,140,056
Other Special Instruction	4,204,235	-	-	-	4,204,235
Other Instruction	2,896,927	-	-	-	2,896,927
<b>Support Services:</b>					
Tuition	48,755,738	-	-	-	48,755,738
Attendance	329,683	-	-	-	329,683
Health Services	515,994	-	-	-	515,994
Student & Instruction Related Services	14,349,934	55,423,342	-	-	69,773,276
Educational Media Services/School Library	514,291	-	-	-	514,291
General Administrative Services	3,531,057	-	-	-	3,531,057
School Administrative Services	12,555,056	-	-	-	12,555,056
Central Services	1,556,338	-	-	-	1,556,338
Administrative Information Technology	1,054,140	-	-	-	1,054,140
Plant Operations & Maintenance	10,785,958	-	-	-	10,785,958
Pupil Transportation	33,519,706	1,200,000	-	-	34,719,706
Unallocated Benefits	24,310,928	3,334,972	-	-	27,645,900
On-Behalf TPAF Pension and Social Security Contributions	15,837,948	-	-	-	15,837,948
Capital Outlay	946,611	1,188,732	2,119,962	-	4,255,305
<b>Debt Service:</b>					
Redemption of Principal	-	-	-	1,470,000	1,470,000
Interest & Other Charges	5,702	-	-	850,175	855,877
<b>Total Expenditures</b>	<b>208,858,082</b>	<b>83,495,257</b>	<b>2,119,962</b>	<b>2,320,175</b>	<b>296,793,476</b>
<b>Excess/(Deficiency) of Revenues Over/ (Under) Expenditures</b>	<b>(38,706,284)</b>	<b>2,161,277</b>	<b>(2,119,740)</b>	<b>(272)</b>	<b>(38,665,019)</b>
<b>Other Financing Sources/(Uses):</b>					
Transfer to Charter School	(5,815,692)	-	-	-	(5,815,692)
State Aid Advance Loan	54,541,711	-	-	-	54,541,711
Lease Proceeds	-	-	2,214,000	-	2,214,000
Cancellation of Prior Year Payables	8,646	-	-	-	8,646
Sale of Assets	1,200,000	-	-	-	1,200,000
Operating Transfer In	2,150,409	-	-	222	2,150,631
Operating Transfer Out	-	(2,150,409)	(222)	-	(2,150,631)
<b>Total Other Financing Sources/(Uses)</b>	<b>52,085,074</b>	<b>(2,150,409)</b>	<b>2,213,778</b>	<b>222</b>	<b>52,148,665</b>
<b>Net Change in Fund Balance</b>	<b>13,378,790</b>	<b>10,868</b>	<b>94,038</b>	<b>(50)</b>	<b>13,483,646</b>
<b>Fund Balance, July 1 (As Restated, Note 22)</b>	<b>18,928,597</b>	<b>372,265</b>	<b>95,619</b>	<b>2,478</b>	<b>19,398,959</b>
<b>Fund Balance - June 30</b>	<b>\$ 32,307,387</b>	<b>\$ 383,133</b>	<b>\$ 189,657</b>	<b>\$ 2,428</b>	<b>\$ 32,882,605</b>

The accompanying Notes to Financial Statements are an integral part of this statement.

**CORRECTIVE ACTION PLAN**

NAME OF SCHOOL DISTRICT      LAKEWOOD TOWNSHIP      COUNTY      OCEAN

TYPE OF AUDIT      ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR YEAR ENDED JUNE 30, 2021

DATE OF BOARD MEETING      MARCH 23, 2022

CONTACT PERSON      KEVIN CAMPBELL, ASSISTANT BUSINESS ADMINISTRATOR      PHONE      (732) 364-2400 x.7044

RECOMMENDATION NUMBER	CORRECTIVE ACTION APPROVED BY THE BOARD	METHOD OF IMPLEMENTATION	PERSON RESPONSIBLE FOR IMPLEMENTATION	COMPLETION DATE OF IMPLEMENTATION
No recommendations	No recommendations	No recommendations	No recommendations	N/A
<i>Laura Winters</i>	<u>3/23/2022</u>	<i>Kevin Campbell</i>	<u>3/23/2022</u>	
CHIEF SCHOOL ADMINISTRATOR Laura Winters	DATE	SCHOOL BUSINESS ADMINISTRATOR Kevin Campbell	DATE	

c: Executive Ocean County Superintendent of Schools

CERTIFICATION OF IMPLEMENTATION OF CORRECTIVE ACTION PLAN  
For the Fiscal Year ended 6/30/2021  
Please submit by June 30, 2022

County            OCEAN

Name of School District            LAKWOOD

I hereby certify that all corrective actions listed on the district's Corrective Action Plan have been

\_\_\_\_\_ fully implemented. \*            \_\_\_\_\_ implemented with the following exceptions:

**\* No attachments or comments required if fully implemented.**

CAP  
Recommendation  
Number

Comments

NO RECOMMENDATIONS

*Laura A. Winters*

*Kevin Campbell*

\_\_\_\_\_  
Chief School Administrator  
Laura A. Winters

3/23/22  
Date

\_\_\_\_\_  
Board Secretary/Assistant Business  
Administrator  
Kevin Campbell

3/23/22  
Date