

jm J. MARTIN & ASSOCIATES LLC

Our clients have big dreams.
We're in the Big-Dream-Business.


**Fort Cherry School District
2019-2020 Audit**



1

Sections

- **Overview of 2019-20 Audit**
- **Historical Analysis of District Finances**
- **Budget vs Actual**
- **Suggestions for Improvement**



2

Overview

2019-2020 Audit



3

Independent Auditor's Report

- Expresses that the Financial Statements fairly represent the financial position of the School District as, and for the year ended, June 30, 2020.
- It is a clean opinion. We were able to obtain reasonable justification that the numbers are fairly presented (materially stated).



4

Management's Discussion and Analysis (MD&A)

- The intent of this discussion and analysis is to look at the District's financial performance as a whole
 - Specific comments regarding Fort Cherry School District
 - Often carries more relevance to the average Financial Statement reader than the audit report does
 - We do not give an opinion on the MD&A, it is simply management's view point



5

Pennsylvania School Employees' Retirement System (PSERS)



6

Estimated District Liability

- PSERS State-wide Net Pension
Liability at 6/30/20: **\$46.8 Billion**
- FCSD's % of Liability: **0.0540%**
- FCSD's share of PSERS Liability at 6/30/20:
\$25.26 Million



7

Fort Cherry School District Projected PSERS Expense

(based on 2019-20 actual payroll)



8

Fort Cherry School District Projected PSERS NET Expense (based on 2019-20 actual payroll)

PSERS Expense - Net of State Reimbursements

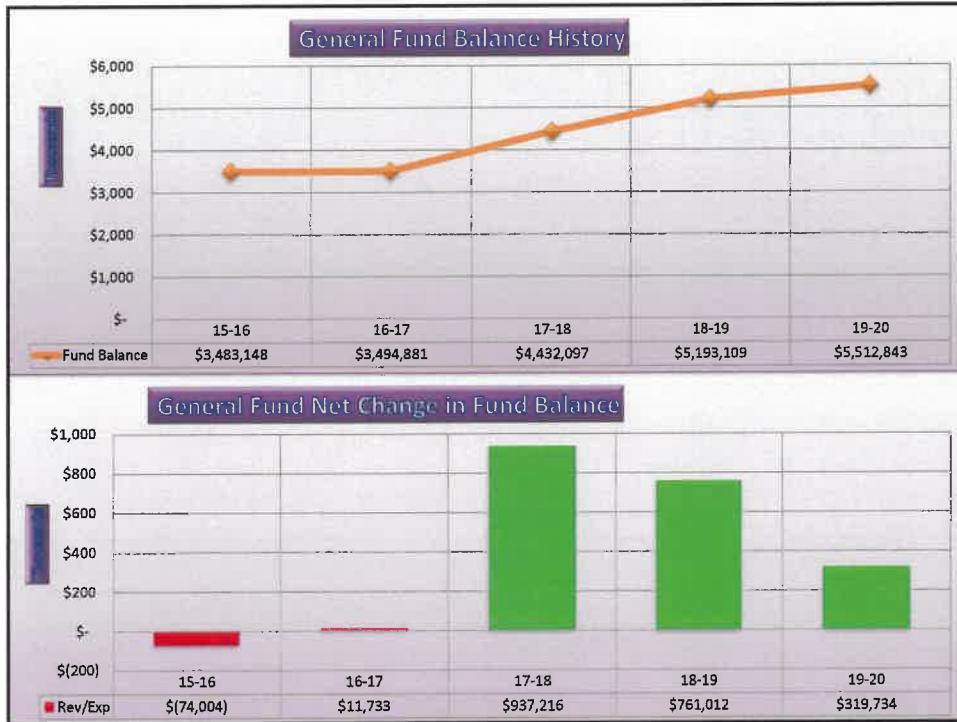


9

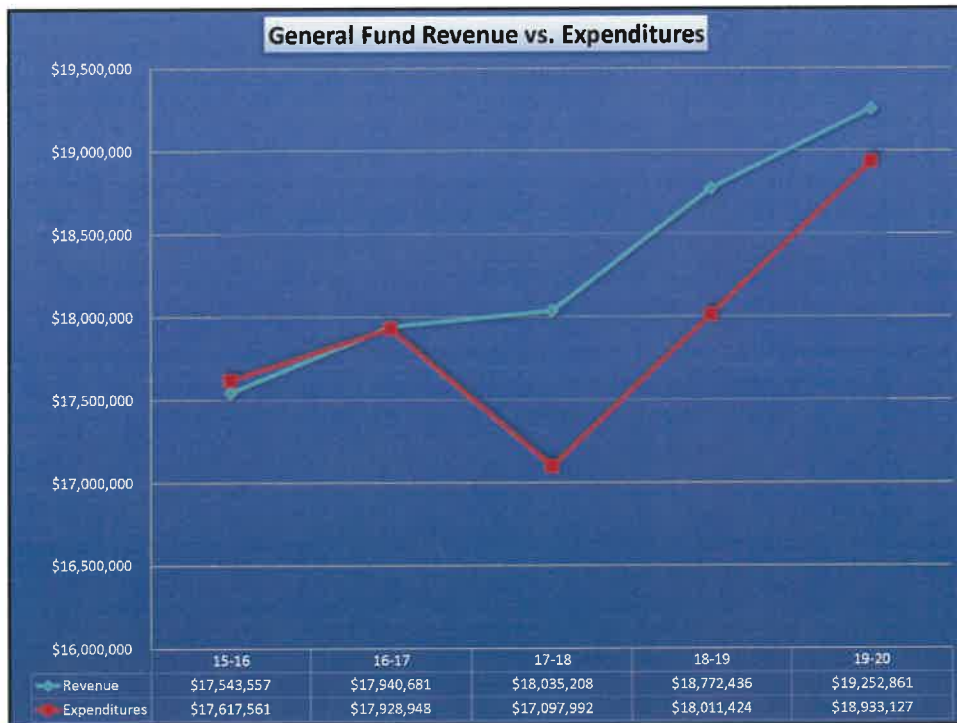
Historical Analysis of District Finances



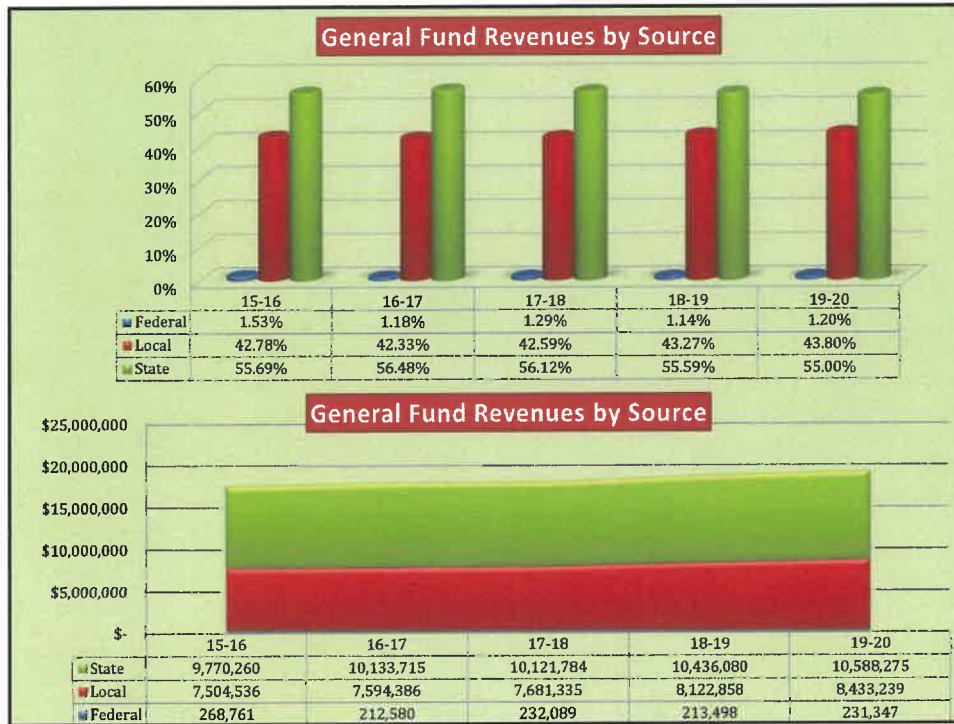
10



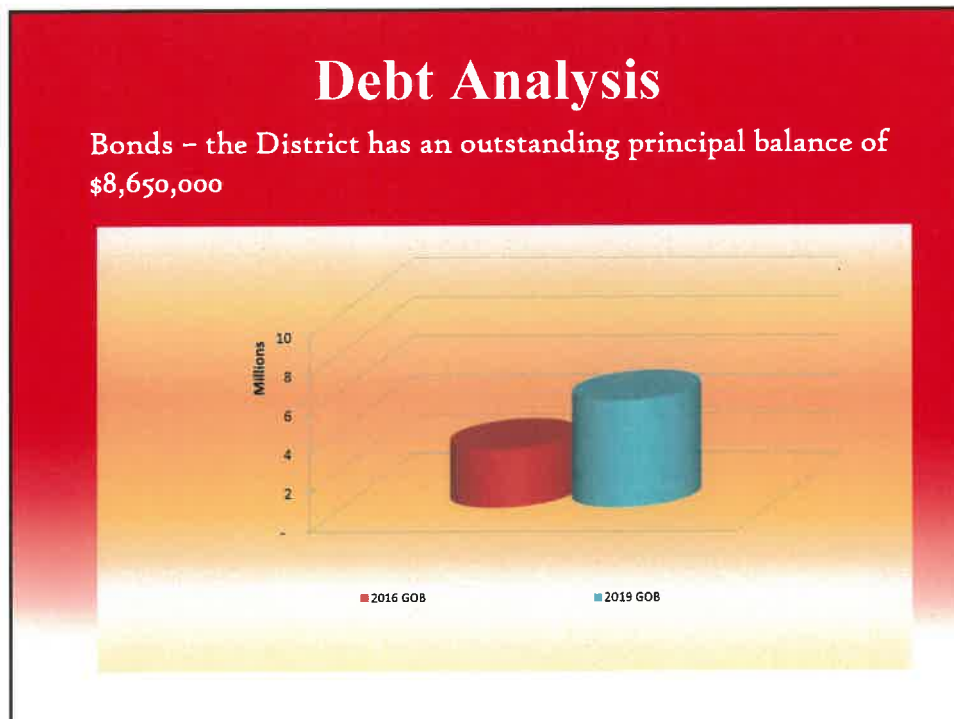
11



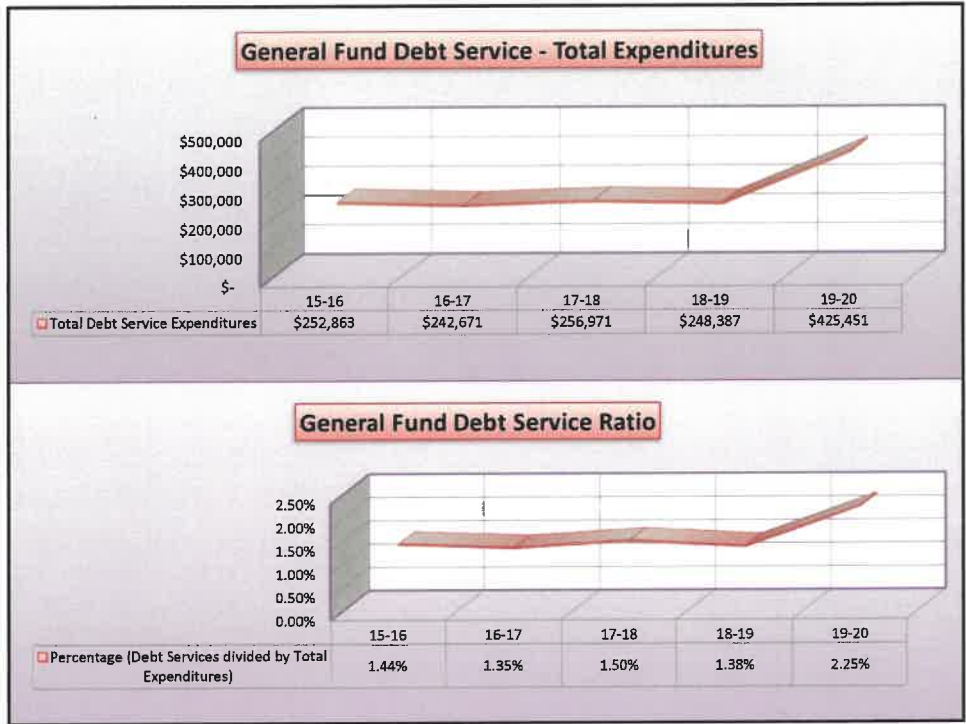
12



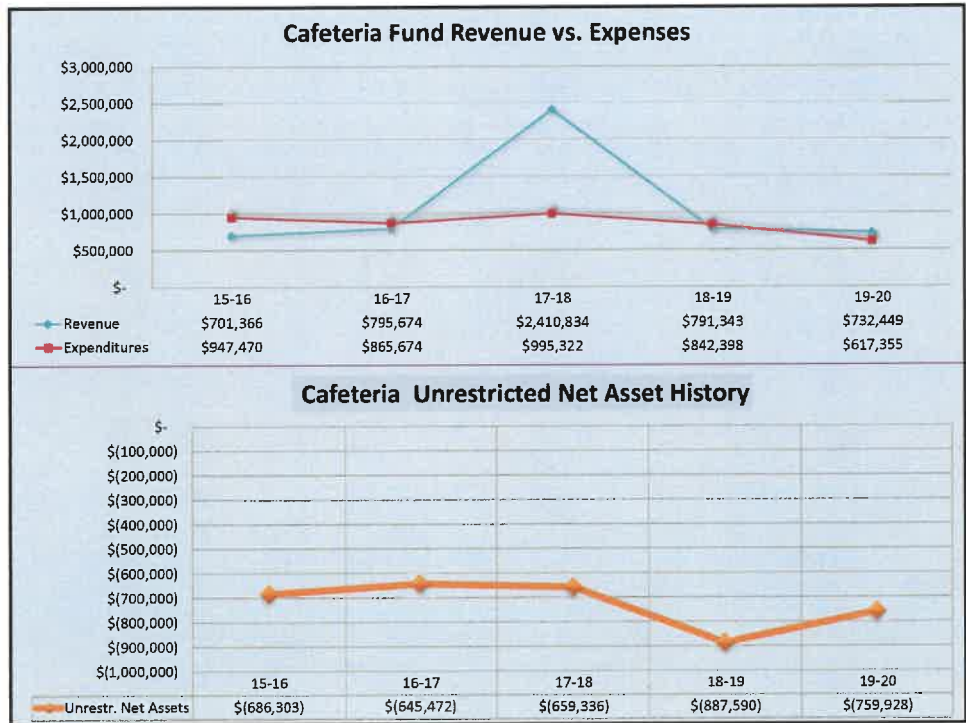
13



14

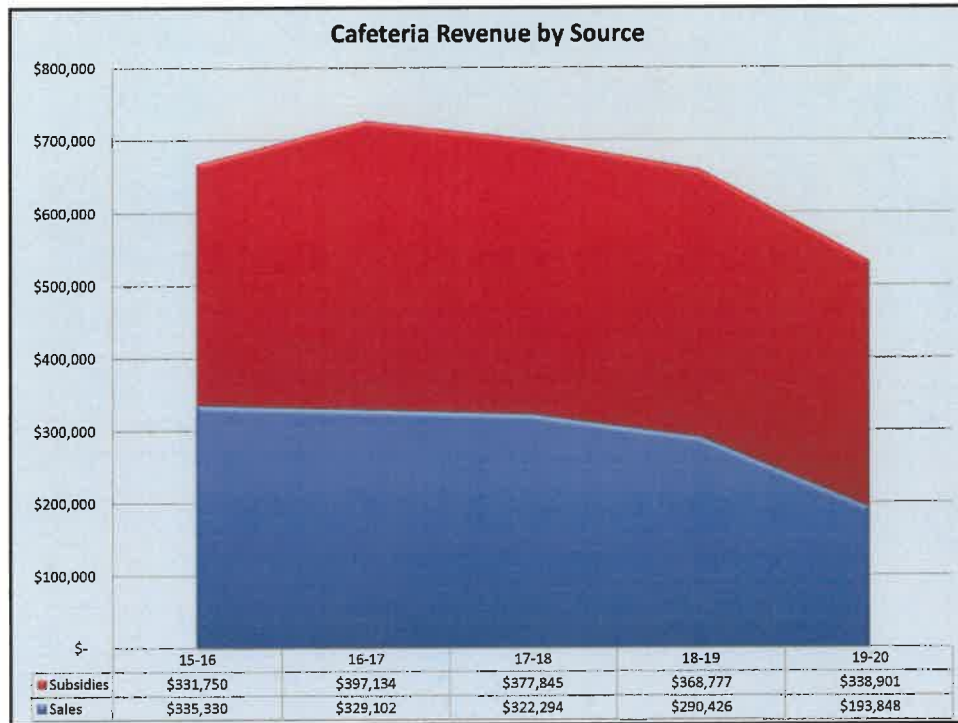


15



Cash flow
 ↓
 + positive
 ↓
 900. → fund
 cafe →
 for profit
 liability

16

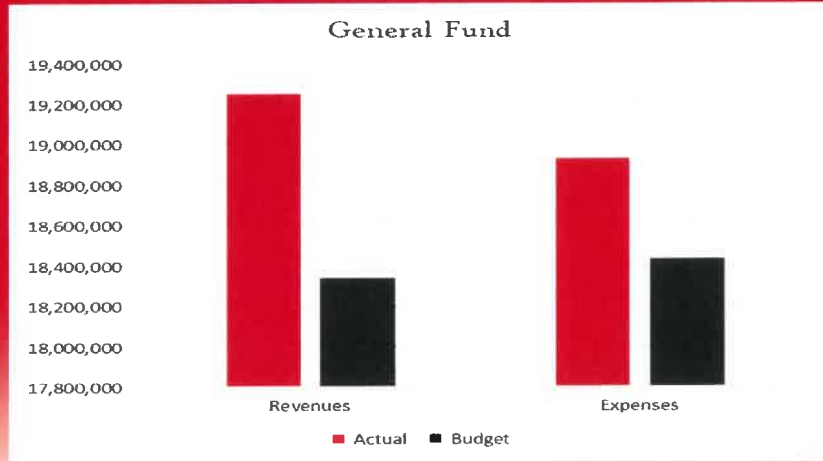


17

Budget vs Actual

18

Budget vs Actual - Totals



<u>General Fund</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable/(Unfavorable)</u>
Revenues	19,252,862	18,340,361	912,501
Expenses	18,933,128	18,435,291	(497,837)

19

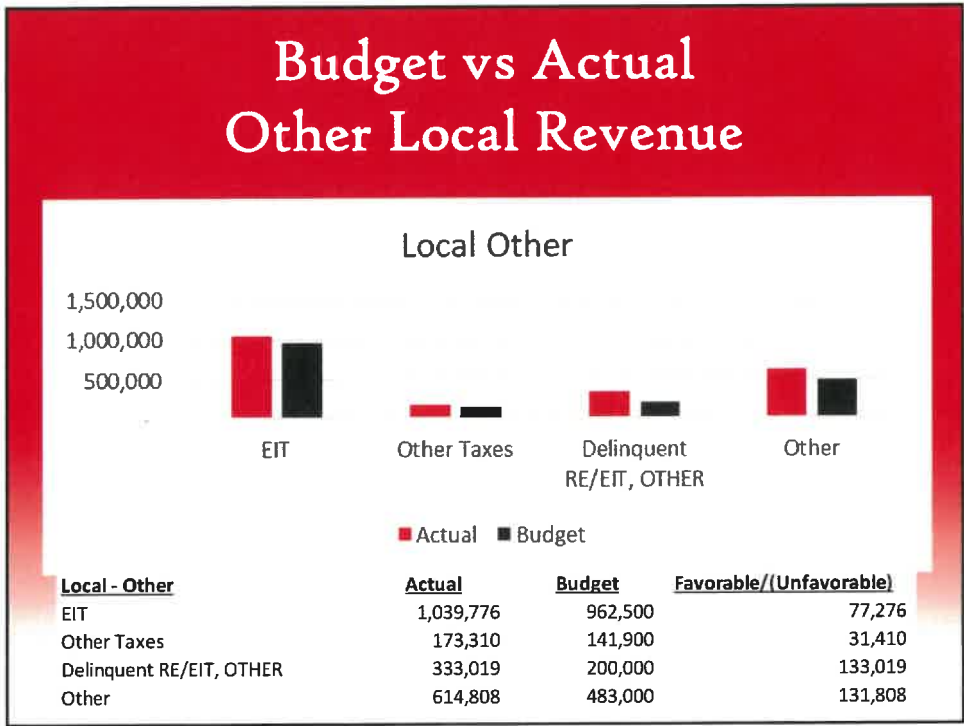
Budget vs Actual Real Estate Revenue



<u>Local - Real Estate</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable/(Unfavorable)</u>
Real Estate	6,272,326	6,257,130	15,196

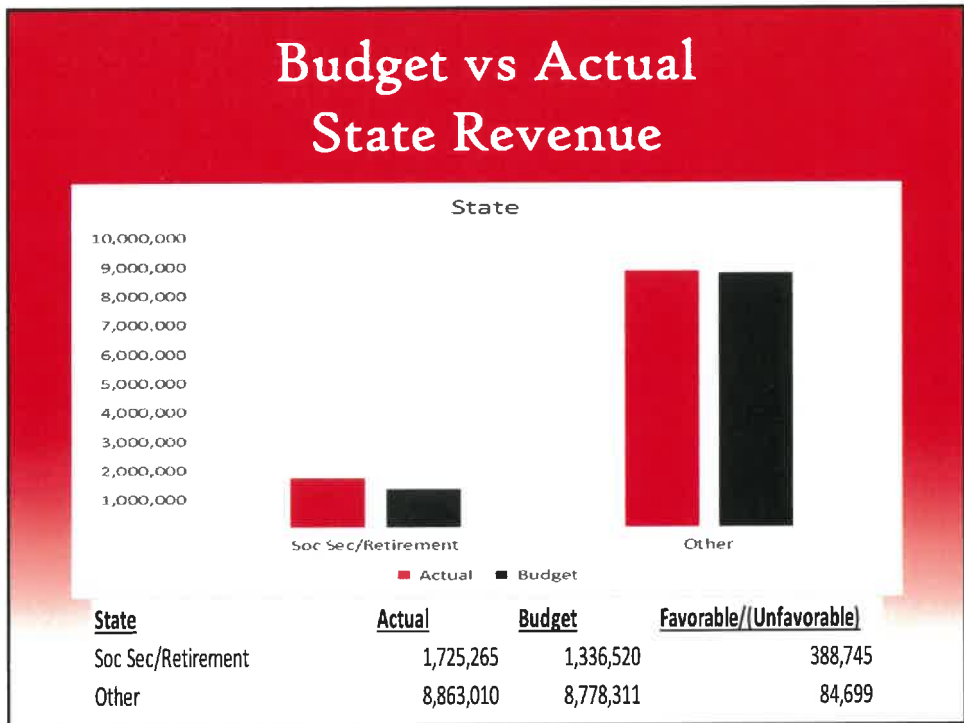
20

Budget vs Actual Other Local Revenue



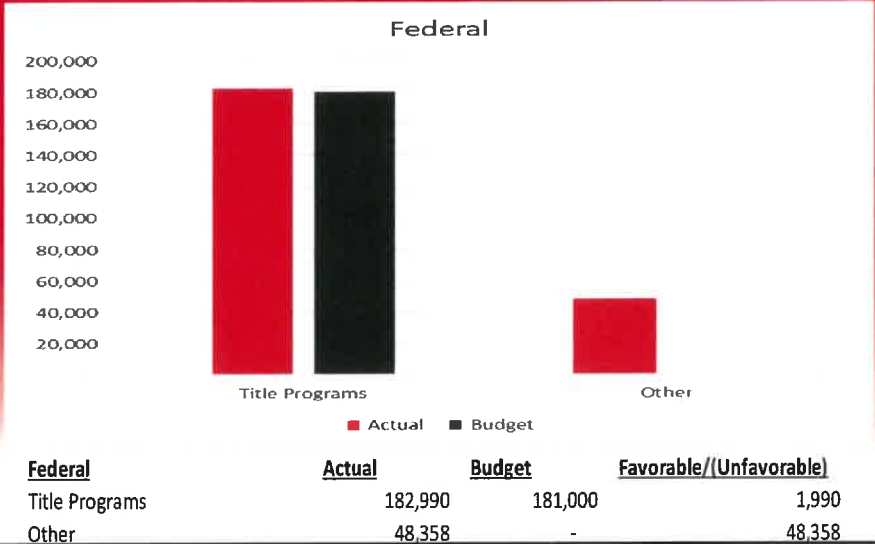
21

Budget vs Actual State Revenue



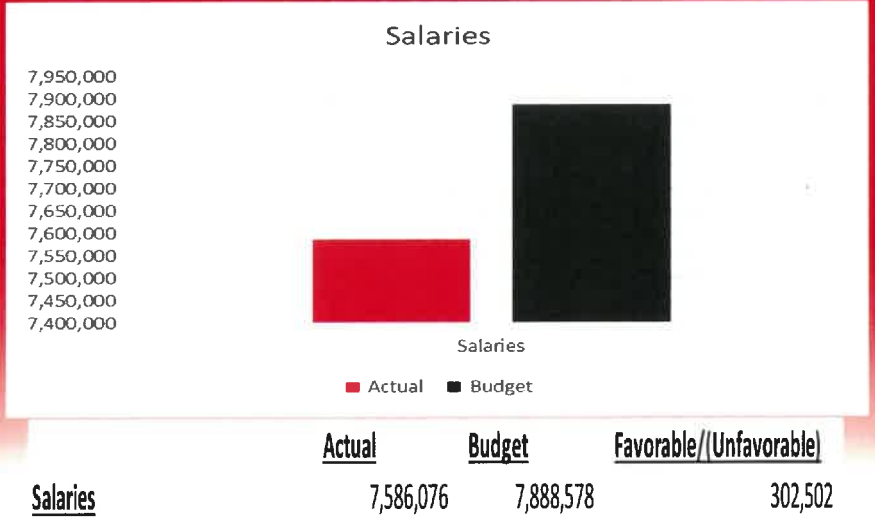
22

Budget vs Actual Federal Revenue



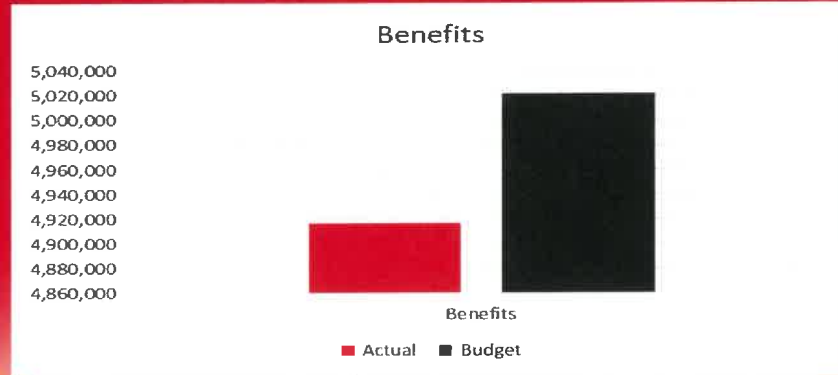
23

Budget vs Actual Salaries



24

Budget vs Actual Benefits



<u>Benefits</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable/(Unfavorable)</u>
	4,916,379	5,021,681	105,302

25

Budget vs Actual Professional/Technical Services



<u>Professional/Technical Services</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable/(Unfavorable)</u>
	932,986	1,137,420	204,434

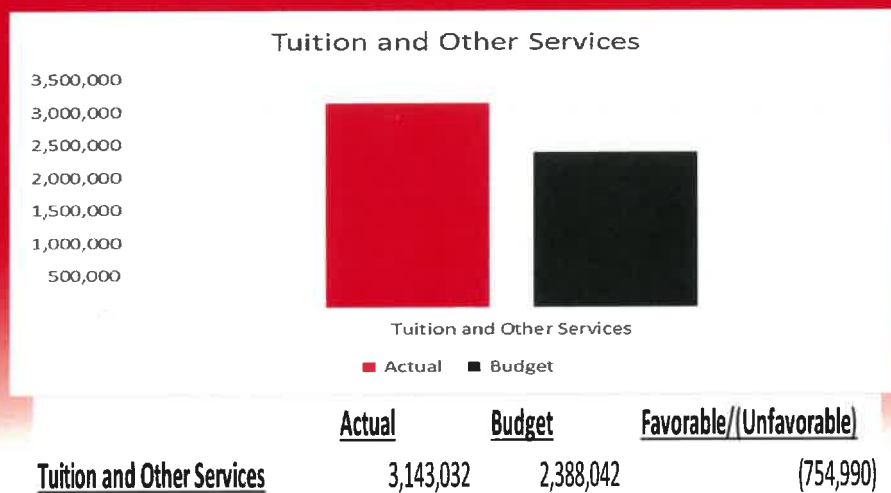
26

Budget vs Actual Property Services



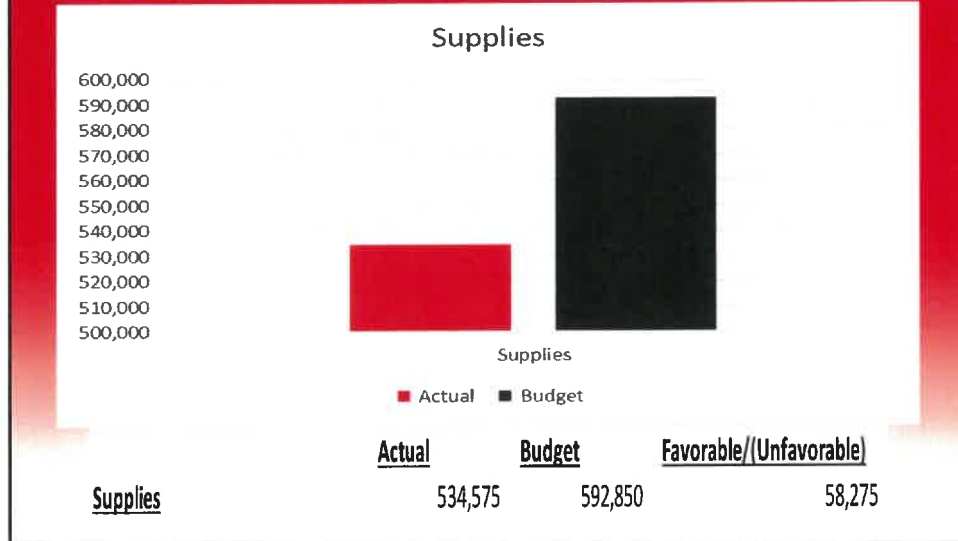
27

Budget vs Actual Tuition and Other Services



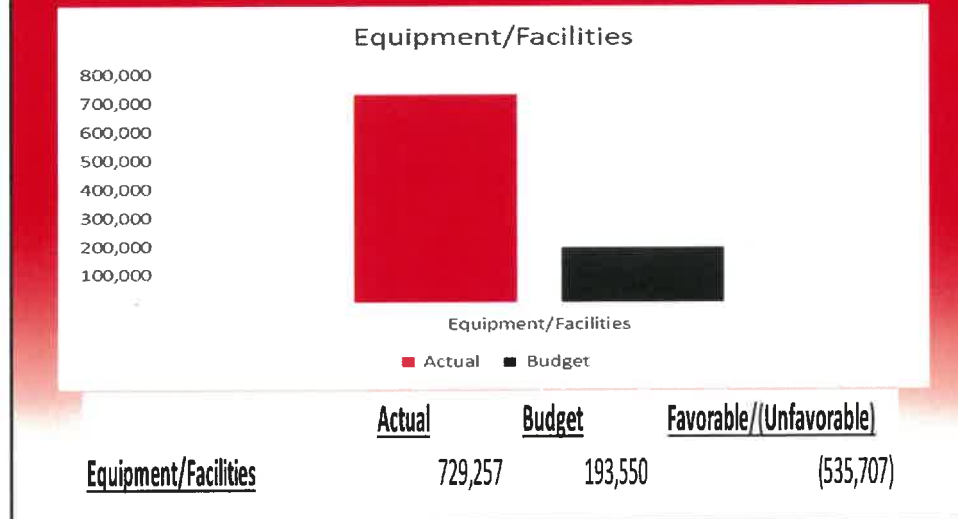
28

Budget vs Actual Supplies



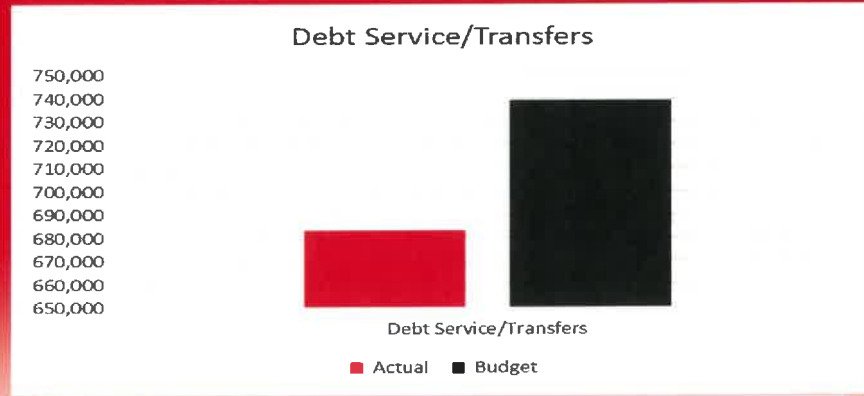
29

Budget vs Actual Equipment/Facilities



30

Budget vs Actual Debt Service/Transfers



	<u>Actual</u>	<u>Budget</u>	<u>Favorable/(Unfavorable)</u>
<u>Debt Service/Transfers</u>	683,334	739,145	55,811

31

Suggestions for Improvements



32

Items to Note

Material Weakness

- 1) Segregation of Duties



33

We would like to personally thank the entire staff for their help and cooperation in performing this year's audit. We appreciate the relationship we have developed with the District.



34