

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL**  
**BOARD OF EDUCATION**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

OF THE

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL  
BOARD OF EDUCATION  
RARITAN, NEW JERSEY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Prepared by  
HUNTERDON CENTRAL REGIONAL HIGH SCHOOL  
BOARD OF EDUCATION  
DEPARTMENT OF ADMINISTRATION

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INTRODUCTORY SECTION



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November 19, 2015

Honorable President and  
Members of the Board of Education  
Hunterdon Central Regional High School District  
84 Route 31  
Flemington, NJ 08822

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the Hunterdon Central Regional High School District for the fiscal year ended June 30, 2015 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Hunterdon Central Regional High School Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in connection with it. The District's MD&A can be found immediately following the report of the independent auditors.

The Comprehensive Annual Financial Report is presented in four sections:

- The Introductory Section: Introduces the reader to the report and includes this transmittal letter, a list of principal officials, consultants, and the District's organizational charts.
- The Financial Section: Consists of the independent auditor's report, management's discussion and analysis, the basic financial statements, and combining and individual fund statements and schedules.
- The Statistical Section: Contains selected financial and demographic information, generally presented on a multi-year basis.
- The Single Audit: Includes the auditor's report on the internal control structure, compliance with applicable laws and regulations, and findings and recommendations.

The District is required to undergo an annual single audit in conformity with the provisions of the 1996 Single Audit Act, the U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and New Jersey OMB's Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure, compliance with applicable laws and regulations, and findings and recommendations are included in the single audit section of this report.

#### DESCRIPTION OF THE DISTRICT

The Hunterdon Central Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the District are included in this report. The Hunterdon Central Regional High School Board of Education and its 9-12 comprehensive high school constitute the District's reporting entity.

The voters of the five constituent municipalities approved the formation of the Hunterdon Central Regional High School District on April 5, 1954.

Hunterdon Central Regional High School is located in Hunterdon County and serves the five municipalities of Delaware Township, East Amwell Township, Flemington Borough, Raritan Township, and Readington Township. One of the largest, campus-style high school districts in New Jersey, the school occupies a 72-acre campus and includes two general classroom buildings, an alternative education building, a music building, a 2,000 seat field house, and an instructional media center. A communications building houses a student-run FM radio station and cable television station.

The District completed the 2014-2015 fiscal year with an average enrollment of 2,924 students, which is 3 students less than the previous year's enrollment. The following table details the changes in student enrollment over the last ten years:

<u>Fiscal Years</u>	<u>Student Enrollment (ADE)</u>	<u>Change</u>	<u>Percent Change</u>
2014-2015	2,924	- 4	(0.1)
2013-2014	2,927	- 39	(1.3)
2012-2013	2,966	+ 68	2.4
2011-2012	2,898	- 13	(0.4)
2010-2011	2,911	- 75	(2.5)
2009-2010	2,986	+ 5	0.2
2008-2009	2,981	- 46	(1.5)
2007-2008	3,027	+134	4.6
2006-2007	2,893	+ 91	3.3
2005-2006	2,802	+ 86	3.2

#### ECONOMIC CONDITION AND OUTLOOK

Hunterdon County residents have long been among the leaders in New Jersey for steady employment. Hunterdon County's unemployment rate as of June 2015 was 4.1% while the rate for New Jersey was 5.6%.

Estimates of resident population for the District's five municipalities were 51,272 in 2014 and 51,329 in 2013. A recent demographic study shows enrollment holding at around 3,000 students until 2017-2018, when enrollments are expected to begin to decline.

Total municipal tax ratables supporting the school district tax levy decreased from \$8,537,854,357 in 2014 to \$8,503,166,837 in 2015. This reflects a 2% decrease in existing property values.

BUDGET DEVELOPMENT

Budgets are developed according to guidelines established by the State Department of Education pursuant to the School Funding Reform Act of 2008 (Chapter 260, Public Law 2007), which replaced the Comprehensive Education Improvement and Financing Act of 1995 and other applicable statutes. These laws established a maximum tax levy increase, various budget restrictions, and set the maximum district fund balance at 2% of budget expenditures. The amount of the general fund tax levy to support the budget was subject to voter approval in April of each year until January 2012, when the Board passed a resolution moving the board election to November and eliminating the annual school budget vote whenever the budget was within the statutory tax levy cap of 2% increase, pursuant to P.L. 2011, c.202. The 2014-2015 budget tax levy decreased by \$250,010 from the prior year's budget, and was \$1,234,169 below the tax levy cap. The tax levy amount assigned to each constituent district municipality varies based on the assessed values and student enrollments from each community.

ASSESSMENT

The District earned a designation of "high performing" under the NJ Quality Single Accountability Continuum (QSAC) performance review in 2011. This review evaluates District performance in areas of instruction and program, fiscal management, operations management, personnel, and governance. The annual Statement of Assurance was accepted in October 2014 and found the district to be in compliance with QSAC requirements.

A tradition of academic excellence was maintained in all areas of the curriculum, including alignment with the common core standards and teacher development of student growth objectives. Achieve NJ teacher evaluation models are being implemented along with completion of the first Partnership for Assessment Readiness for College and Careers (PARCC) testing. New instructional materials and approaches, including the use of chromebooks, will support continued achievement.

The PARCC test was administered to 2,225 students in grades 9-11. Results of testing have not yet been released by the State. Hunterdon Central seniors scored above the New Jersey and national Scholastic Aptitude Test (SAT) scores in 2014-2015 as shown below:

<u>SAT TEST</u>	<u>HUNTERDON CENTRAL</u>	<u>NEW JERSEY</u>	<u>NATIONAL</u>
Critical Reading	550	500	495
Math	577	521	511
Writing	546	499	484

Eighty-three students were named AP Scholars, 55 students were Scholars with Honors, 85 students were Scholars with Distinction, and 21 students were National Scholars.

Of the June 2015 graduates, 70% went on to 4-year colleges, 18% to 2-year colleges, and 12% went to trade or technical schools, joined the armed forces, began work, or were undecided.

#### COMMUNITY OUTREACH

Hunterdon Central Regional High School strongly supports outreach activities that give students a sense of community and allow citizens to interact with both our school and students through a variety of service clubs. Family School Council meetings are hosted monthly and allow parents to work collaboratively with school administration on school initiatives. Community informational workshops are held regularly on topics such as mental health, drugs, alcohol, and college entrance. Hunterdon Central annually promotes enjoyable educational opportunities for our sending district families through activities such as Science Night.

Various meetings are held with municipal governing bodies, elementary Boards of Education, and community groups. These meetings provide information about the District and give the community an opportunity to provide feedback.

In addition to website postings, a listserve program provides District information to parents and the community via e-mail, and the Superintendent's Newsletter offers articles on current Hunterdon Central topics online.

#### SUPPORT SERVICES

##### TRANSPORTATION

The New Jersey Transportation Efficiency Report for the 2014-2015 school year ranked Hunterdon Central Regional High School 42nd in the State, with a 1.93 efficiency rating.

Eleven bus drivers received the National Safety Council Safe Driving Award. Thirty-seven in-service training classes were held for both district and contracted drivers. District and contracted vehicle mileage totaled 2,016,119 for the year. Child Check Mate or equivalent systems are installed on all school buses.

The District realized significant savings on the cost of pupil transportation because of its partnership with the Flemington-

Raritan Regional School District and by providing transportation to the Delaware and East Amwell School Districts under shared service agreements. During the 2014-2015 school year, the partnership was responsible for transporting 6,777 public school pupils and 48 students to out-of-district schools for special programs. Over 1,525 athletic and field trips were also covered.

#### FOOD SERVICE

The District contracts with an outside agency to provide food services to the students and staff. A full breakfast and both Type A lunches and ala carte items are offered each day. All food served meets or exceeds State and Federal nutritional guidelines. ID cards may be used for purchases, which allow parents to prepay student accounts, by cash or check, or through a new online payment system. Free and reduced breakfast and lunches are handled in the same manner so that there is no way of distinguishing participating students.

#### BUSINESS OFFICE

The Business Office is responsible for purchasing, payroll, accounts receivable, accounts payable, student activity accounts, inventory, insurance, and all District accounting.

#### FACILITIES

The Board of Education strives to provide a safe, pleasant learning environment for students. A student and staff identification card system is in place. All buildings require card access for entry. A video surveillance system is in place at strategic locations around the campus.

The District has a five-year Long-Range Facility Plan and a Maintenance Plan that are updated on an annual basis.

Over the last four years, the District has received 26 State regular operating district (ROD) grants totaling \$5,550,742. Work is scheduled for summer 2015 for the final ROD grant.

Major facility projects completed during 2014-2015 include:

- Classroom conversions:
  - Technology/Robotics classroom
  - Biology classroom/lab
  - Digital Photo/Art classroom
- Security camera system replacement

- Electric sub-panels & emergency power upgrades
- Stairwell smoke doors & interior doors
- Exterior & Parking Lot lighting upgrades
- Interior Lighting upgrades
- Paving and drainage improvements
- Scoreboard replacements

#### INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally-accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of Federal and State financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District's management.

As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal and State financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

#### BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipalities. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the total budget amount and included in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2015.

#### ACCOUNTING SYSTEM AND REPORTS

The District's accounting records reflect generally accepted accounting principles as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 1.

#### INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. William M. Colantano, Jr., a licensed certified public accountant with a team of CPA's, audited the District's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2015 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2014 are fairly represented in conformity with GAAP.

The auditor's report on the general purpose financial statements and combining individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

#### CASH MANAGEMENT

The investment policy of the District is guided in large part by State statute as detailed in "Notes to the Financial Statements," Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA").

GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

#### RISK MANAGEMENT

The Board carries various forms of insurance including, but not limited to: general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. Where advantageous, the District participates in a joint insurance fund with other qualified New Jersey Districts. This joint insurance fund has saved the District in annual premiums and provides more control through the involvement in management of the fund.

#### ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the Hunterdon Central Regional High School Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and, thereby, contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our Business Office staff.

Respectfully submitted,




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Christina Steffner  
Superintendent




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Gymlyn Corbin  
Business Administrator/  
Board Secretary

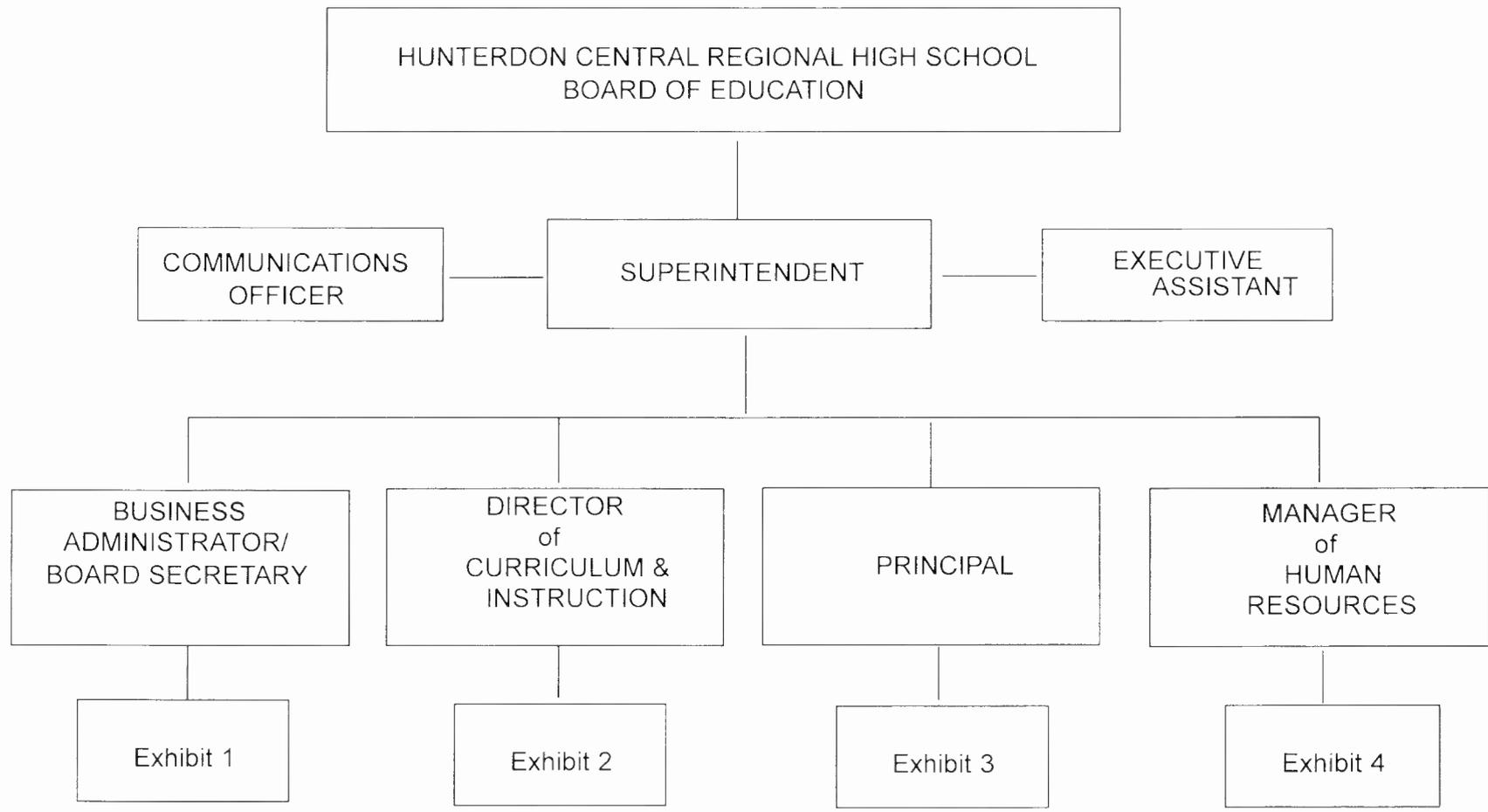


Exhibit 0

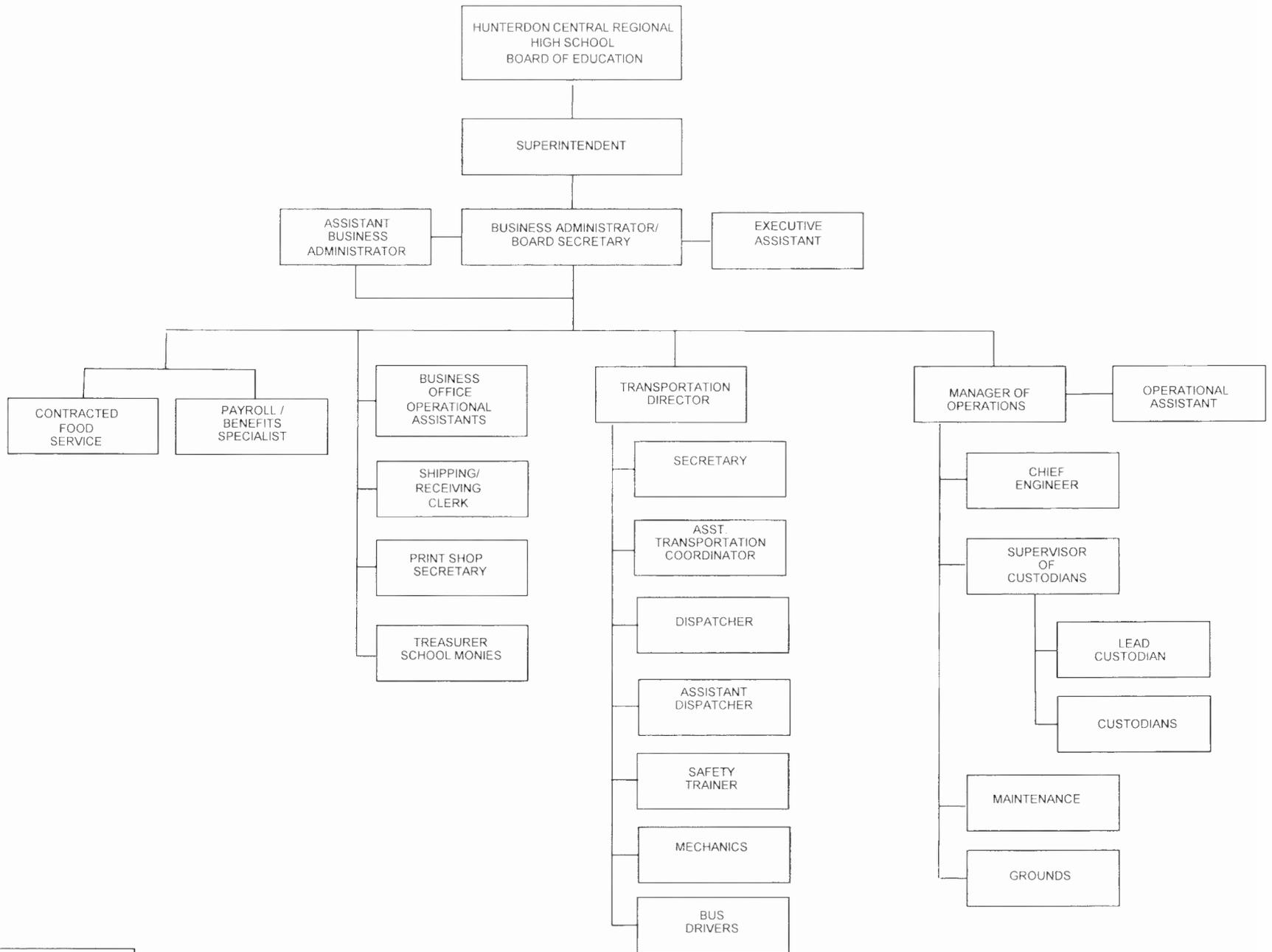


Exhibit 1

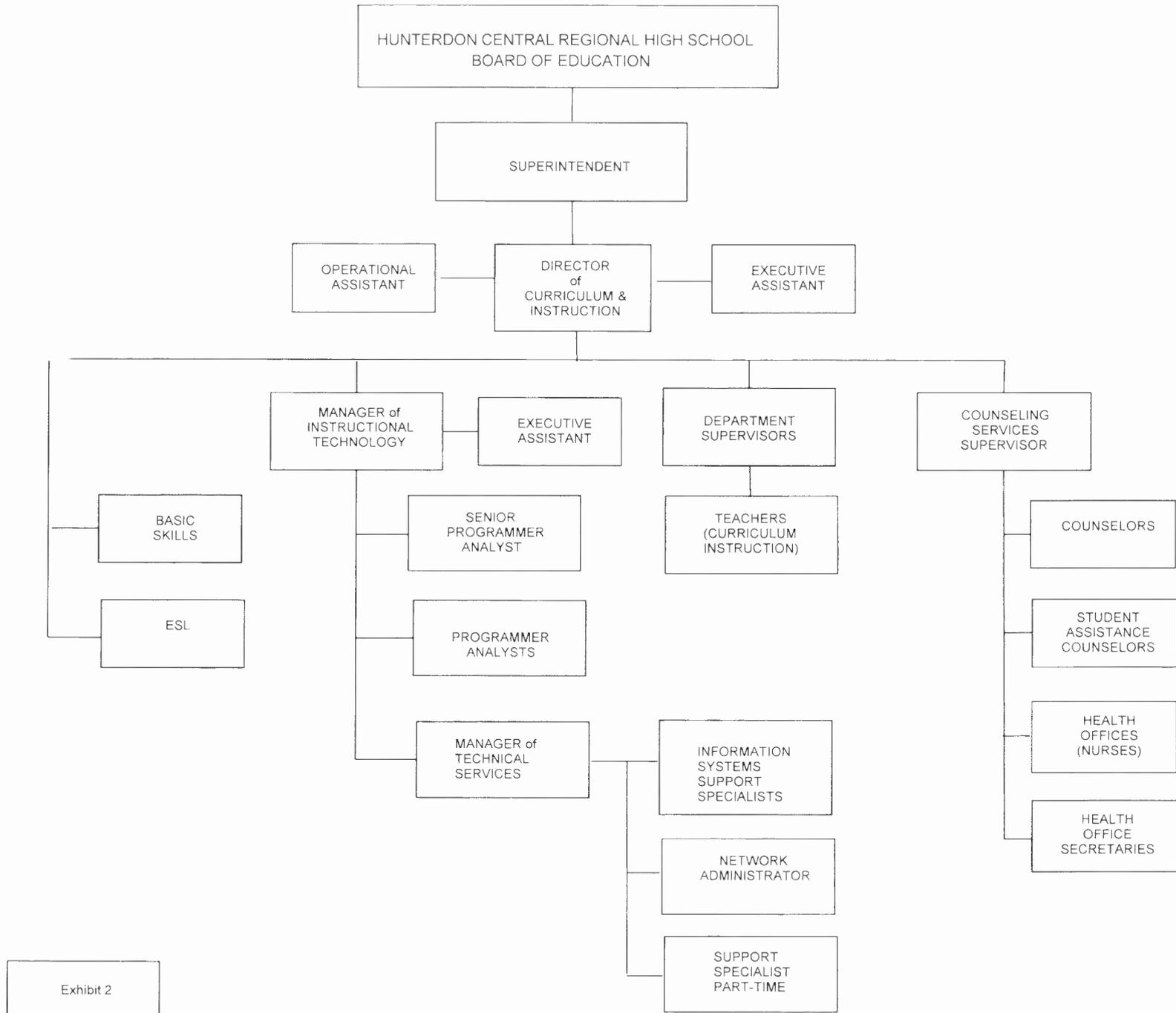


Exhibit 2

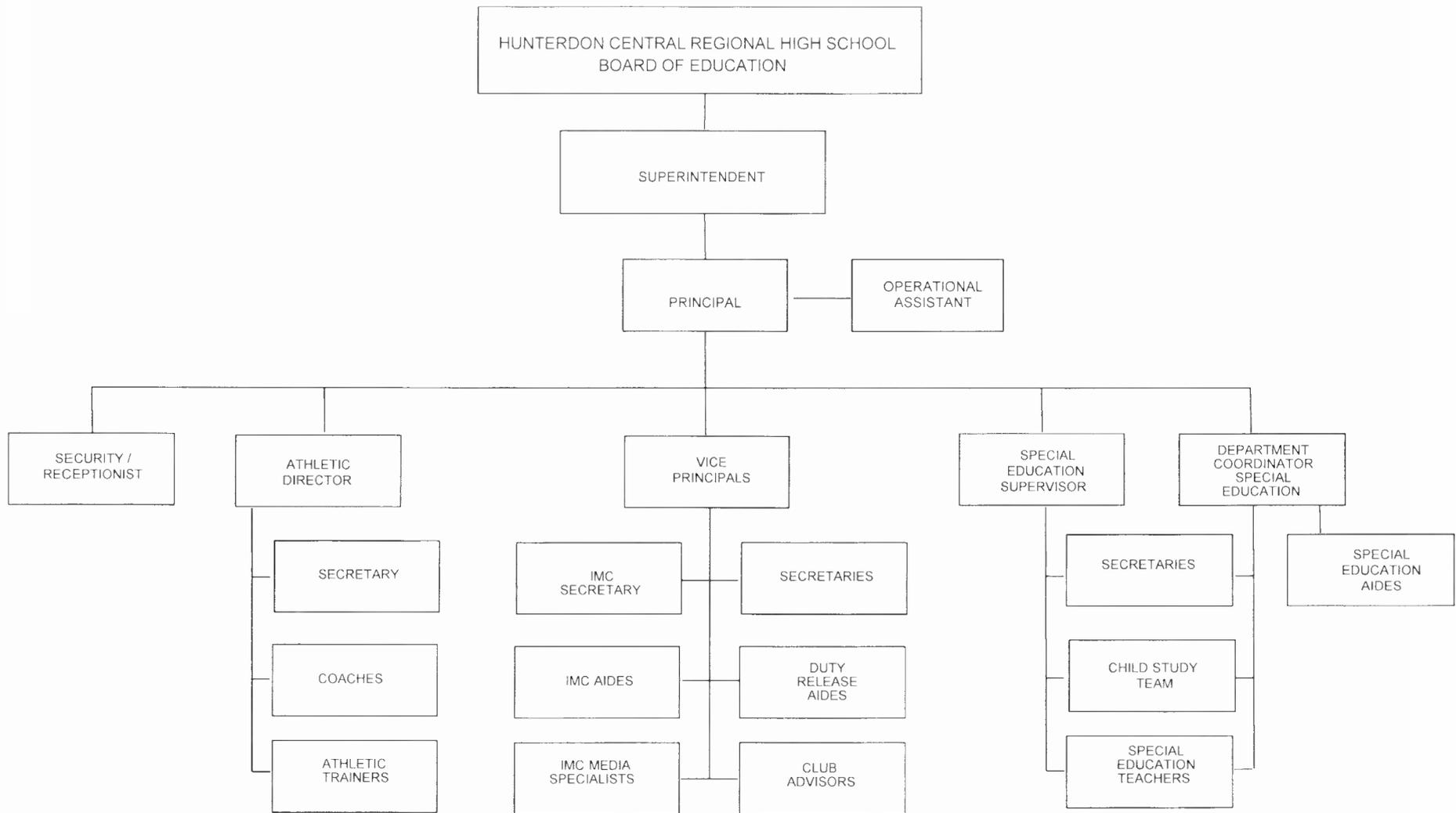


Exhibit 3

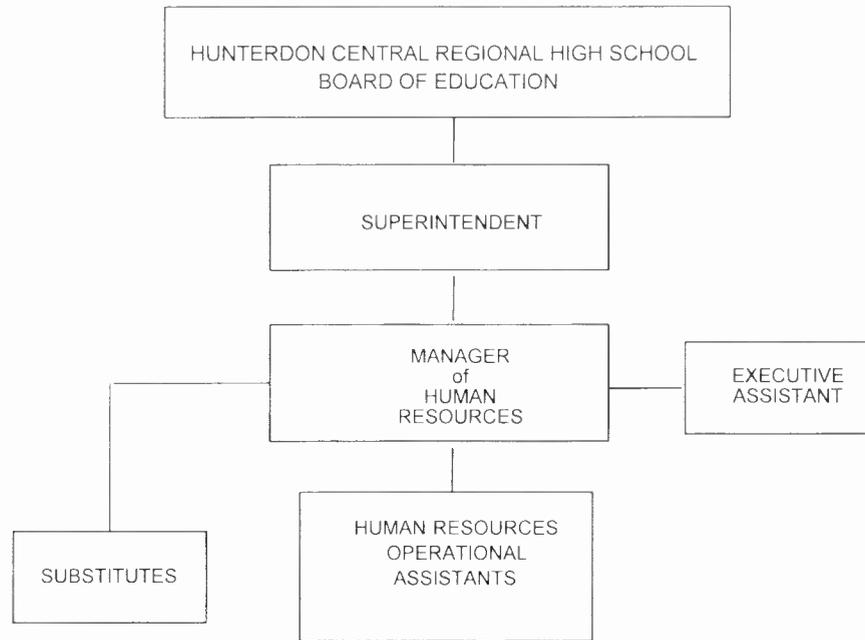


Exhibit 4

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL  
ROSTER OF OFFICIALS

<u>Members of the Board of Education</u>	<u>Term Expires</u>
<u>Raritan Township:</u>	
Kathryn Raborn	2017
Patrick Dugan	2016
John Cannizzaro	2016
<u>Readington Township:</u>	
Deborah Labbadia, Vice President	2017
Claire Curry, President	2015
Lori Blutfield	2016
<u>Delaware Township:</u>	
Karen Palestini Falk	2015
<u>East Amwell Township:</u>	
Jim Davidson	2017
<u>Flemington Borough:</u>	
Paul Ransavage	2015

APPOINTED OFFICIALS

Christina Steffner, Superintendent

Gymlyn Corbin, Business Administrator/Board Secretary

Suzanne Cooley, Principal

**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL**  
CONSULTANTS AND ADVISORS

AUDITOR

**WILLIAM COLANTANO, JR.**  
100 ROUTE 31, NORTH  
WASHINGTON, NJ 07882

BOARD ATTORNEY

**COMEGNO LAW GROUP, PC**  
521 PLEASANT VALLEY AVE  
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BOND COUNSEL

**WILENTZ GOLDMAN & SPITZER**  
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**HUNTERDON CENTRAL REGIONAL HIGH SCHOOL**  
CONSULTANTS AND ADVISORS

OFFICIAL DEPOSITORY  
**THE PROVIDENT BANK**  
30 ROUTE 31  
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ARCHITECT

**FRAYTAK VEISZ HOPKINS DUTHIE, P.C.**  
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RISK MANAGER

**BOYNTON & BOYNTON**  
21 CEDAR AVENUE  
FAIR HAVEN, NJ 07704

BENEFITS ADVISOR

**BROWN & BROWN BENEFITS ADVISOR**  
24 ARNETT AVE, SUITE 200  
LAMBERTVILLE, NJ 08530

**FINANCIAL SECTION**

Certified Public Accountant  
Public School Accountant  
Registered Municipal Accountant

INDEPENDENT AUDITOR'S REPORT

100 Route 31 North  
Washington, NJ 07882 - 1530  
Fax # (908) 689-8388  
(908) 689-5002

November 19, 2015

Honorable President and  
Members of the Board of Education  
Hunterdon Central Regional High  
School District  
County of Hunterdon, New Jersey

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Hunterdon Central Regional High School District (the District) in the County of Hunterdon, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, the schedule of and the schedule of state financial assistance as required by NJ OMB 15-08 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated November 19, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

  
William M. Colantano, Jr.  
Public School Accountant  
No. CS 0128

REQUIRED SUPPLEMENTARY INFORMATION-PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

The discussion and analysis of Hunterdon Central Regional High School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2015. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of required supplementary information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - Basic Financial Statements and Management's Discussion and Analysis of State and Local Governments issued in June 1999. Certain comparative information between the current year (2014-2015) and the prior year (2013-2014) is presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year 2015 are as follows:

- Total net position increased by \$5,192,493. This can be attributed to effective cost-saving measures implemented by the District.
- General revenues accounted for \$68,298,956 or 89.5% of all revenues. Program specific revenues in the form of charges for services, operating grants, and contributions accounted for \$8,017,249 or 10.5% of the total revenue of \$76,316,205.
- The District had \$71,034,553 in expenses; only \$8,017,249 of these expenses was offset by program specific charges for services, grants, or contributions. General revenues (primarily the tax levy) were adequate to provide for these programs.

Among governmental funds, the General Fund had \$60,379,194 in revenues and \$56,340,227 in expenditures; \$111,846 was realized as a result of the sale and trade-in of capital assets and \$85,768 was realized from FEMA aid received for damages caused by Hurricane Irene. Combined net transfers in from the District Enterprise Funds generated resources of \$113,719. The General

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Fund's fund balance increased by \$4,350,300 from fiscal year 2014.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the District, presenting both an aggregate view of the District's finances and a long-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term, as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other non-major funds presented in total in one column. In the case of the Hunterdon Central Regional High School District, the General Fund is by far the most significant fund.

REPORTING THE DISTRICT AS A WHOLE

Statement of Net Position and the Statement of Activities

While this document contains the various funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2015?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private-sector businesses. This basis of accounting takes into accounts all of the current year's revenues and expenses, regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. This change in net position is important because it tells the reader if the financial position of the District has improved or diminished. The causes of this

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, required educational programs, and other factors.

In the Statement of Net Position and the Statement of Activities, the school is divided into two distinct kinds of activities:

- Government activities - All of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation, and co-curricular activities.
- Business-type activity - This service is provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The Food Service, Transportation, Student Information Reporting, and Information Technology enterprise funds are reported as business activities.

REPORTING THE SCHOOL DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

Fund Financial Statements provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

The District's activities are reported in governmental funds, which focus on how money flows into and out of those funds, and the balances left at year-end available for spending in the future. These funds are reported using an accounting method, called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds are reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The District as a Whole

The Statement of Net Position provides the perspectives of the District as a whole, showing assets, liabilities, and the difference between them (net position). Net assets may serve over time as a useful indicator of a government entity's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Table 1 provides a summary of the District's net position at June 30, 2015 with comparative data for June 30, 2014.

Table 1  
Net Position

	6/30/15	6/30/14	Variance	
			Dollars	%
<b>ASSETS</b>				
Current & Other Assets	\$ 31,796,977	\$ 29,296,665	\$ 2,500,312	8.53
Capital Assets	74,505,744	74,201,623	304,121	0.41
Total Assets	106,302,721	103,498,288	2,804,433	2.71
Deferred Pension Activity	1,496,911	802,846	694,065	86.45
Total Deferred Outflow of Resources	1,496,911	802,846.00	694,065	86.45
<b>LIABILITIES</b>				
Long-Term Liabilities	37,865,934	40,307,647	(2,441,713)	(6.06)
Other Liabilities	2,681,483	3,216,264	(534,781)	(16.63)
Total Liabilities	40,547,417	43,523,911	(2,976,494)	(6.84)
Deferred Pension Activity	1,282,499		1,282,499	*
Total Deferred Inflow of Resources	1,282,499	-	1,282,499	*
<b>NET POSITION</b>				
Net Investment in Capital Assets	61,435,744	59,536,623	1,899,121	3.19
Restricted	18,440,464	14,798,976	3,641,488	24.61
Unrestricted	(13,906,492)	(13,558,376)	(348,116)	2.57
Total Net Position	\$ 65,969,716	\$ 60,777,223	\$ 5,192,493	8.54

\* = Undefined

The District's combined net position was \$65,969,716 on June 30, 2015. This was an increase of 8.5% from the prior year and mainly resulted from an investment in capital assets from building improvements, and effective cost cutting measures implemented by the District.

The negative balance in unrestricted net position is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 *Accounting and Financial Reporting for Pensions* which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Table 2 provides a summary of the District's changes in net position in fiscal year 2015 with comparisons to 2014.

Table 2  
Changes in Net Position

	Fiscal Year Ending		Variance	
	6/30/15	6/30/14	Dollars	%
Revenues				
Program Revenues:				
Charges for Services	\$ 6,274,024	\$ 6,370,636	\$ (96,612)	(1.52)
Operating Grants	920,291	825,310	94,981	11.51
Capital Grants	822,934	64,247	758,687	1180.89
General Revenues:				
Property Taxes	51,174,260	51,489,154	(314,894)	(0.61)
Unrestricted Grants	16,560,967	10,162,636	6,398,331	62.96
Other	563,729	682,007	(118,278)	(17.34)
Total Revenues	<u>76,316,205</u>	<u>69,593,990</u>	<u>6,722,215</u>	9.66
Program Expenses				
Instruction:				
Regular	27,473,363	23,215,452	4,257,911	18.34
Special	5,928,151	5,257,315	670,836	12.76
Other	3,103,175	3,064,103	39,072	1.28
Support Services:				
Tuition	3,438,697	2,790,126	648,571	23.25
Student & Instructional Staff	11,356,019	9,753,842	1,602,177	16.43
General & Business Administration	2,448,540	2,402,881	45,659	1.90
School Administration	1,891,316	1,903,051	(11,735)	(0.62)
Maintenance	5,583,179	6,071,250	(488,071)	(8.04)
Transportation	7,676,096	7,871,596	(195,500)	(2.48)
Food Service	1,388,675	1,415,928	(27,253)	(1.92)
Interest on Long-Term Debt	747,342	830,131	(82,789)	(9.97)
Total Expenses	<u>71,034,553</u>	<u>64,575,675</u>	<u>6,458,878</u>	10.00
Increases (Decreases) Before Special Items & Transfers	<u>5,281,652</u>	<u>5,018,315</u>	<u>263,337</u>	5.25
Special Items & Transfers:				
Gain/(Loss) on Disposal of Assets	57,617	49,629	7,988	16.10
FEMA Unrestricted Aid	85,768		85,768	*
Refund of Prior Year Revenue	(232,544)	(64,096)	(168,448)	262.81
Total Special Items & Transfers	<u>(89,159)</u>	<u>(14,467)</u>	<u>(74,692)</u>	516.29
Increase (Decrease) in Net Position	<u>\$ 5,192,493</u>	<u>\$ 5,003,848</u>	<u>\$ 188,645</u>	3.77

\* = Undefined

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Total Governmental Activities

New Jersey P.L. 2011, Chapter 202, which eliminated the annual school budget vote when within the tax levy cap and moved school board member elections to the general election in November, was first implemented with the 2012-2013 budget and continued through the 2015-2016 budget. Local property taxes made up 72.6% of the total revenues for governmental activities for the District of \$70,478,416 for the year ended June 30, 2015. Federal, State, and local grants accounted for another 25.7% of revenue, while charges for services provided .9% and miscellaneous/other were 0.8%.

Business-Type Activities

Revenues for the District's business-type activities (food service program, transportation, and information technology) were comprised of charges for services. Federal and State reimbursements were also received in the food service program.

Food Service

- Food service expenditures exceeded revenues by \$21,406.
- Charges for services represent \$1,197,862 of revenue. These charges are the amounts paid by patrons for daily food services.
- Federal and State reimbursement for meals, including payments for free and reduced breakfasts and lunches and donated commodities, was \$169,407.

Transportation Services

Transportation service expenditures for other local education agencies in the State exceeded revenues by \$62,550. Other financing uses were for a transfer out to the General Fund of \$103,766 and a refund of prior year revenue to other LEA's of \$232,544.

Information Technology Services

Information technology services expenditures from other local education agencies in the State exceeded revenues by \$9,953.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
 UNAUDITED

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services for fiscal years 2015 and 2014. The net cost reflects the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3  
 Cost of Governmental Services

	Total Cost of Services		Net Cost of Services	
	6/30/15	6/30/14	6/30/15	6/30/14
Instruction	\$ 36,504,689	\$ 31,536,870	\$ 35,564,805	\$ 31,151,188
Support Services:				
Tuition	3,438,697	2,790,126	2,937,513	2,302,473
Student & Instructional Staff	11,356,019	9,753,842	11,033,914	9,634,232
General & Business Administration	2,448,540	2,308,834	2,364,129	2,263,253
School Administration	1,891,316	1,903,051	1,861,386	1,900,423
Plant Operations & Maintenance	5,583,179	6,071,250	5,346,271	5,979,888
Pupil Transportation	3,479,336	3,631,761	3,381,901	3,261,796
Interest on Long-Term Debt	747,342	830,131	747,342	830,131
Total Expenses	<u>\$ 65,449,118</u>	<u>\$ 58,825,865</u>	<u>\$ 63,237,261</u>	<u>\$ 57,323,384</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extra-curricular activities.

Pupil and instructional staff include the activities involved with assisting staff with the content and process of teaching of students, including curriculum and staff development.

General, business, and school administration include expenses associated with administrative and financial supervision of the District.

Operations and maintenance of facilities include expenses associated with the upkeep of the physical plant, utilities, and property/liability insurance coverage.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State Law.

Interest on debt involves the transaction associated with the payment of interest and other related charges to debt of the School District.

The School District's Funds

All governmental funds (i.e. general fund, special revenue fund, capital projects fund, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$64,258,071 and expenditures were \$61,443,550. After accounting for net other financing sources of \$311,333, total fund balances increased by \$3,125,854. This primarily occurred from increased revenue receipts and unspent budget appropriations. (See Exhibit B-2)

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

GENERAL FUND BUDGETING HIGHLIGHTS

The District's budget is prepared according to New Jersey law and is based on accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The most significant budget fund is the General Fund.

Budgets are prepared in December/January with State revenue information being received in February/March followed by a Board vote to adopt the budget in April. As previously discussed, public votes on the tax levy were eliminated provided the budget is within the tax levy cap. The budget year begins in July and runs through June 30. Changes occur over that 18-month period from budget development through implementation.

Unanticipated shifts of enrollment, staffing needs, students requiring out-of-district services, utility cost variations due to weather, and mandated program changes can impact the original budget expenditure lines.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

The District builds a budget to meet the needs of its students based on the information and projections that are available at the time. During the year the District operated within the agreed upon budget and State transfer requirements, which restricted budget transfers to 10% of the advertised budget lines. Transfers were made within those parameters to prevent over expenditures in specific line items. Several budget highlights and revisions merit notation:

- Budget expenditures were 87.5% of the original budget as compared to 85.9% from the prior year. Approximately 62.7% or \$4,759,629 of the unspent budget expenditures of \$7,591,948 was transferred to the capital and maintenance reserve accounts to fund future facility projects.
- Budget transfers between State budget categories were below 1.0% in all areas except for general administration, informational technology (IT), operations/maintenance (O&M), and equipment. General administration transfers of 2.59% covered increases in legal expenses, primarily due to Harassment, Intimidation, and Bullying cases. IT transfers of 1.64% purchased devices necessary for PARCC testing. O&M transfers of 1.08% included Maintenance Reserve funding of District projects. Equipment transfers of 13.76% occurred from a combination of copier replacements and other unanticipated equipment purchases as well as budgeted supply items that ended up exceeding \$2,000 in cost.
- Total revenues exceeded budgeted revenues by \$1,231,288. This represents a decrease of \$141,346 from last year. Unanticipated local revenues from shared services, tuition, and miscellaneous sources were \$647,661 as compared to \$933,034 last year. Unanticipated State aid for special education extraordinary costs and non-public transportation were \$493,294 as compared to \$439,600 last year. Federal Medicaid reimbursements received exceeded the amount budgeted by \$19,595.
- State school choice aid of \$150,986 was received during the second year of program participation.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

- Special Education out-of-district tuition costs were lower than expected by \$484,000 reflecting efforts to educate special education students in-district and the use of Federal Individuals with Disabilities grant funds.
- Utility costs for electric and heat were under cost estimates by \$883,933 and resulted, in part, from weather conditions, energy conservation efforts, and from completed facility projects that provided new energy efficient boilers, windows, and light fixtures. The District pays lower rates due to participation in cooperative bidding.
- Administrative expenses of \$419,713 were not spent.
- Salary budget lines were adjusted due to personnel position consolidations, retirements, vacancies, and transfers. Unspent salary budget lines totaled \$1,414,185.
- Maintenance reserve withdrawals of \$148,464 funded the replacement of interior fire doors, locker repairs, an HVAC compressor, and concrete repairs. Project funds of \$56,229 went unspent and were returned to Maintenance Reserve.
- Capital project funds of \$137,480 went unspent and were returned to the Capital Reserve account.
- Transportation expenses were \$755,915 below budget. This primarily occurred from the lower cost of fuel.
- Employee benefit costs were \$2,622,041 under budget due to stabilized employee health benefit costs combined with an increase in employee contributions, unused employee tuition reimbursement, and unspent other benefit payments.
- The State's contribution to the TPAF pension fund is neither a revenue item nor an expenditure item to the District but is required to be reflected in the financial statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

Capital Assets

At the end of fiscal year 2015, the District had \$74,505,744 invested in land, buildings, furniture, equipment and vehicles. Table 4 provides a summary of the District's capital asset balances, which increased by \$304,121 from fiscal year 2014 to fiscal year 2015. This increase resulted from higher capital project expenditures than in other fiscal years.

Table 4  
Capital Assets at Year-end (Net of Depreciation)

	6/30/15	6/30/14	Variance	
			Dollars	%
Land	\$ 475,000	\$ 475,000	\$ -	0.00
Construction in Progress	3,154,920	4,731,096	(1,576,176)	(33.32)
Land Improvements	2,973,080	3,257,999	(284,919)	(8.75)
Buildings & Improvements	65,745,256	63,565,805	2,179,451	3.43
Machinery & Equipment	1,104,685	1,167,980	(63,295)	(5.42)
Vehicles	1,052,803	1,003,743	49,060	4.89
Total	\$ 74,505,744	\$ 74,201,623	\$ 304,121	0.41

LONG-TERM LIABILITIES - DEBT ADMINISTRATION

As of June 30, 2015, the District had \$37,865,934 of long-term liabilities. Table 5 provides a listing of the long-term liabilities and a summary of changes.

Table 5  
Long-term Liabilities at Year-end

	6/30/15	6/30/14	Variance	
			Dollars	%
2001 Refunding Bonds for '95 Issue	\$ -	\$ 1,260,000	\$ (1,260,000)	(100.00)
2003 ERIP Pension Bonds	415,000	540,000	(125,000)	(23.15)
2011 Refunding Bonds for '04 Issue	13,070,000	13,405,000	(335,000)	(2.50)
Net Pension Liability	19,832,774	20,364,165	(531,391)	(2.61)
Unamortized Bond Premium	968,613	1,157,107	(188,494)	(16.29)
Compensated Absences Payable	3,579,547	3,581,375	(1,828)	(0.05)
	\$ 37,865,934	\$ 40,307,647	\$ (2,441,713)	(6.06)

\* = Undefined

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
UNAUDITED

The general obligation bonded debt of the District is limited by State law to 3% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2015 is \$273,067,184. General obligation authorized debt at June 30, 2015 is \$13,485,000 resulting in a legal debt margin of \$259,582,184.

FOR THE FUTURE

The Hunterdon Central Regional High School District is in excellent financial condition. Major concerns are the possible reduction in State aid funding, the 2% tax levy budget cap, student population trends, and the reliance placed on local property taxes for the majority of school funding. Future finances will be challenged as community taxpayer's deal with lower real estate values and higher property taxes, while the District faces uncertainty over the State's ability to fund the educational aid formula. Fund balance restrictions may also have an impact on financial operations.

With the passage of restrictive State budget laws, emphasis will be placed on actively managing the District budget. This will be accomplished by continually reviewing operating expenses, searching out joint purchasing and shared services opportunities, maximizing revenue earnings, and building community and parental support for our educational programs.

In conclusion, Hunterdon Central Regional High School has always committed itself to financial excellence. Financial planning, budgeting, and internal control systems are reliable. The District plans to continue its sound fiscal management to meet future challenges.

Contacting the School District's Financial Management Office

The financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Gymlyn Corbin, Business Administrator/Board Secretary at Hunterdon Central Regional High School, 84 Route 31, Flemington, New Jersey 08822. Please visit our website at [www.hcrhs.org](http://www.hcrhs.org).

**BASIC FINANCIAL STATEMENTS**

## DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net position and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2015

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash & Cash Equivalents	\$ 10,737,919	\$ 1,019,543	\$ 11,757,462
Receivables, Net	1,557,310	15,193	1,572,503
Inventory		32,189	32,189
Restricted Assets:			
Cash & Cash Equivalents	11,434,823		11,434,823
Investments	7,000,000		7,000,000
Capital Assets (Note 4):			
Land and Construction in Progress	3,629,920		3,629,920
Other Capital Assets, net of depreciation	70,697,551	178,273	70,875,824
<b>Total Assets</b>	<u>105,057,523</u>	<u>1,245,198</u>	<u>106,302,721</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amount on Pension Activity	<u>1,496,911</u>	<u>-</u>	<u>1,496,911</u>
<b>LIABILITIES</b>			
Accounts Payable	1,751,148	12,740	1,763,888
Accrued Interest	151,569		151,569
Payable to Governments		579,569	579,569
Unearned Revenue	160,785	25,672	186,457
Long-Term Liabilities (Note 5):			
Due Within One Year	2,203,954		2,203,954
Due Beyond One Year	35,661,980		35,661,980
<b>Total Liabilities</b>	<u>39,929,436</u>	<u>617,981</u>	<u>40,547,417</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amount on Pension Activity	<u>1,282,499</u>	<u>-</u>	<u>1,282,499</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	61,257,471	178,273	61,435,744
Restricted For:			
Capital Projects	610,138		610,138
Debt Service	192		192
Capital Reserve	14,365,923		14,365,923
Maintenance Reserve	2,871,211		2,871,211
Emergency Reserve	593,000		593,000
Unrestricted	<u>(14,355,436)</u>	<u>448,944</u>	<u>(13,906,492)</u>
<b>TOTAL NET POSITION</b>	<u>\$ 65,342,499</u>	<u>\$ 627,217</u>	<u>\$ 65,969,716</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
			Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental Activities:								
Instruction:								
Regular	\$ 16,290,908	\$ 11,182,455	\$ 95,161	\$ 49,401	\$ 425,739	\$ (26,903,062)		\$ (26,903,062)
Special Education	3,542,941	2,385,210		30,000	92,605	(5,805,546)		(5,805,546)
Other Special Instruction	235,041	133,252		59,542	6,143	(302,608)		(302,608)
Other Instruction	2,005,716	729,166	130,135	5,000	46,158	(2,553,589)		(2,553,589)
Support Services:								
Tuition	3,438,697			501,184		(2,937,513)		(2,937,513)
Students & Instruction Related Services	6,786,946	4,569,073	38,900	105,757	177,448	(11,033,914)		(11,033,914)
General & Business Administration Services	1,701,262	747,278	39,500		44,911	(2,364,129)		(2,364,129)
School Administration Services	1,145,064	746,252			29,930	(1,861,386)		(1,861,386)
Plant Operations & Maintenance	4,680,568	902,611	236,908			(5,346,271)		(5,346,271)
Pupil Transportation	3,049,999	429,337	97,435			(3,381,901)		(3,381,901)
Interest on Long-Term Debt	747,342					(747,342)		(747,342)
Total Governmental Activities	43,624,484	21,824,634	638,039	750,884	822,934	(63,237,261)	\$ -	(63,237,261)
Business-Type Activities:								
Food Service	1,388,675		1,197,862	169,407			(21,406)	(21,406)
Transportation	4,196,760		4,438,123				241,363	241,363
Total Business-Type Activities	5,585,435	-	5,635,985	169,407	-	-	219,957	219,957
Total Primary Government	\$ 49,209,919	\$ 21,824,634	\$ 6,274,024	\$ 920,291	\$ 822,934	(63,237,261)	219,957	(63,017,304)
General Revenues, Transfers and Special Items								
Property Taxes Levied for General Purposes						48,957,942		48,957,942
Property Taxes Levied for Debt Service						2,216,318		2,216,318
Federal & State Aid Not Restricted						16,560,967		16,560,967
Investment Earnings						101,851		101,851
Miscellaneous Income						429,481	32,397	461,878
Transfers						113,719	(113,719)	
Special Item-Gain/(Loss) on Disposal of Assets						57,617		57,617
Special Item-Refund of Prior Year Revenue							(232,544)	(232,544)
Total General Revenues, Transfers & Special Items						68,523,663	(313,866)	68,209,797
Change in Net Position						5,286,402	(93,909)	5,192,493
Net Position-Beginning						60,056,097	721,126	60,777,223
Net Position-Ending						\$ 65,342,499	\$ 627,217	\$ 65,969,716

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

## **FUND FINANCIAL STATEMENTS**

The individual fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2015

	General	Special Revenue	Capital Projects	Debt Service	Total Governmental
<b>ASSETS</b>					
Cash & Cash Equivalents	\$ 10,737,727			\$ 192	\$ 10,737,919
Due from Other Funds	12,517				12,517
Receivables from Other Governments:					
State	564,564		\$ 887,181		1,451,745
Federal	6,184	\$ 53,652			59,836
Local	18,864				18,864
Other Receivables	21,561				21,561
Restricted Cash & Cash Equivalents	10,830,134		604,689		11,434,823
Restricted Investments	7,000,000				7,000,000
<b>TOTAL ASSETS</b>	<b>\$ 29,191,551</b>	<b>\$ 53,652</b>	<b>\$ 1,491,870</b>	<b>\$ 192</b>	<b>\$ 30,737,265</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Due to Other Funds		\$ 7,213			\$ 7,213
Accounts Payable	\$ 869,281	135	\$ 881,732		1,751,148
Unearned Revenue	114,481	46,304			160,785
<b>Total Liabilities</b>	<b>983,762</b>	<b>53,652</b>	<b>881,732</b>	<b>\$ -</b>	<b>1,919,146</b>
<b>Fund Balances:</b>					
<b>Restricted:</b>					
Excess Surplus	3,964,834				3,964,834
Excess Surplus-Designated for Subsequent Year's Expenditures	4,367,991				4,367,991
Capital Fund Balance			610,138		610,138
<b>Committed:</b>					
Capital Reserve Account	14,365,923				14,365,923
Maintenance Reserve Account	2,871,211				2,871,211
Emergency Reserve Account	593,000				593,000
<b>Assigned:</b>					
Year-End Encumbrances	1,008,700				1,008,700
Designated for Subsequent Years Expenditures	6,262			96	6,358
Debt Service-Undesignated Balance				96	96
Unassigned	1,029,868				1,029,868
<b>Total Fund Balances</b>	<b>28,207,789</b>	<b>-</b>	<b>610,138</b>	<b>192</b>	<b>28,818,119</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 29,191,551</b>	<b>\$ 53,652</b>	<b>\$ 1,491,870</b>	<b>\$ 192</b>	<b>\$ 30,737,265</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2015  
(Continued)

Total Fund Balances for Governmental Funds		\$ 28,818,119
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	\$ 106,449,679	
and the accumulated depreciation is	<u>32,122,208</u>	74,327,471
Long-term liabilities, including bonds payable, are not due & payable in the current period & therefore are not reported as liabilities in the funds (See Note 5)		(37,865,934)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds		214,412
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 is	(141,868)	
Accrued interest for ERIP pension bonds is	<u>(9,701)</u>	<u>(151,569)</u>
Total Net Position of Governmental Activities		<u>\$ 65,342,499</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 48,957,942			\$ 2,216,318	\$ 51,174,260
Tuition Charges	92,426				92,426
Transportation Fees	86,461				86,461
Interest Earned on Legal Reserve Accounts	28,443				28,443
Interest on Investments	73,408				73,408
Miscellaneous	647,661	\$ 76,232			723,893
<b>Total</b>	<b>49,886,341</b>	<b>76,232</b>	<b>\$ -</b>	<b>2,216,318</b>	<b>52,178,891</b>
State Sources	10,462,758		822,934	88,741	11,374,433
Federal Sources	30,095	674,652			704,747
<b>Total Revenues</b>	<b>60,379,194</b>	<b>750,884</b>	<b>822,934</b>	<b>2,305,059</b>	<b>64,258,071</b>
<b>EXPENDITURES</b>					
Current:					
Instruction:					
Regular Instruction	16,238,906	49,267			16,288,173
Special Education Instruction	3,512,941	30,000			3,542,941
Other Special Instruction	176,698	58,343			235,041
Co/Extra Curricular and Other Instruction	1,765,952				1,765,952
Support Services & Undistributed Costs:					
Tuition	2,937,513	501,184			3,438,697
Student & Instruction Related Services	6,683,139	105,757			6,788,896
General & Other Administrative Services	1,718,251				1,718,251
School Administrative Services	1,145,064				1,145,064
Plant Operations & Maintenance	4,600,643				4,600,643
Pupil Transportation	2,773,960				2,773,960

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES (Cont'd)					
Current (Cont'd)					
Unallocated Benefits	\$ 13,486,047	\$ 1,333			\$ 13,487,380
Capital Outlay	1,121,996	5,000	\$ 2,047,335		3,174,331
Debt Services:					
Principal				\$ 1,720,000	1,720,000
Interest & Other Charges				585,104	585,104
Interest on NJ SDA Obligations	179,117				179,117
Total Expenditures	<u>56,340,227</u>	<u>750,884</u>	<u>2,047,335</u>	<u>2,305,104</u>	<u>61,443,550</u>
Excess (Deficiency) of Revenues Over (Under)					
Expenditures	<u>4,038,967</u>	<u>-</u>	<u>(1,224,401)</u>	<u>(45)</u>	<u>2,814,521</u>
Other Financing Sources (Uses):					
Proceeds from Disposal of Capital Assets	111,846				111,846
FEMA Aid for Hurricane Irene-Unrestricted	85,768				85,768
Transfers In	113,719		-		113,719
Total Other Financing Sources (Uses)	<u>311,333</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>311,333</u>
Net Change in Fund Balances	4,350,300	-	(1,224,401)	(45)	3,125,854
Fund Balances, July 1	<u>23,857,489</u>	<u>-</u>	<u>1,834,539</u>	<u>237</u>	<u>25,692,265</u>
Fund Balances, June 30	<u>\$ 28,207,789</u>	<u>\$ -</u>	<u>\$ 610,138</u>	<u>\$ 192</u>	<u>\$ 28,818,119</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Total Net Changes in Fund Balances-Governmental Funds (from B-2)	\$ 3,125,854
Amounts reported for governmental activities in the Statement of Activities (A-2) are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Proceeds from the disposition of assets is an other financing source in the governmental funds, while only the gain or loss is reported in the statement of activities. The difference, which is the cost basis of the assets disposed, is a reduction in the reconciliation:	
Capital Outlays	\$ 3,174,331
Cost Basis of Assets Disposed	(54,229)
Depreciation Expense	<u>(2,829,712)</u>
	290,390
Repayment of bond principal and capital lease debt are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and are not reported in the statement of activities:	
Bond Principal Payments	1,720,000
Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.	
	(57,043)
Governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are Unearned & amortized in the statement of activities:	
Amortization of Bond Premium	188,494
In the statement of activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.	
	16,879
In the statement of activities, compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.	
	<u>1,828</u>
Change in Net Position of Governmental Activities	<u>\$ 5,286,402</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 COMBINING STATEMENT OF FUND NET POSITION  
 PROPRIETARY FUNDS  
 JUNE 30, 2015

	Food Service Fund	Transportation Fund	Total
<b>ASSETS</b>			
Current Assets:			
Cash & Cash Equivalents	\$ 149,336	\$ 870,207	\$ 1,019,543
Receivables from Other Governments:			
State	435		435
Federal	7,037		7,037
Local		7,721	7,721
Inventory	32,189		32,189
Total Current Assets	<u>188,997</u>	<u>877,928</u>	<u>1,066,925</u>
Noncurrent Assets:			
Capital Assets	887,771		887,771
Less: Accumulated Depreciation	709,498		709,498
Total Noncurrent Assets	<u>178,273</u>	<u>-</u>	<u>178,273</u>
Total Assets	<u>367,270</u>	<u>877,928</u>	<u>1,245,198</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	12,281	459	12,740
Payable to Local Governments:			
Current Year Revenue		579,569	579,569
Unearned Revenues	25,672		25,672
Total Current Liabilities	<u>37,953</u>	<u>580,028</u>	<u>617,981</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	178,273		178,273
Unrestricted	<u>151,044</u>	<u>297,900</u>	<u>448,944</u>
TOTAL NET POSITION	<u>\$ 329,317</u>	<u>\$ 297,900</u>	<u>\$ 627,217</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Fund	Information Technology Fund	Total
Operating Revenues:				
Charges for Services:				
Daily Sales-Reimbursable Programs	\$ 377,164			\$ 377,164
Daily Sales-Nonreimbursable Programs	820,698			820,698
Transportation Fees from Other LEA's Within State		\$ 4,438,123		4,438,123
Total Operating Revenues	<u>1,197,862</u>	<u>4,438,123</u>	<u>\$ -</u>	<u>5,635,985</u>
Operating Expenses:				
Salaries	461,992	1,203,954		1,665,946
Employee Benefits	165,445	761,883		927,328
Other Purchased Professional & Technical Services		14,823		14,823
Purchased Property Services	29,700	13,648		43,348
Contracted Services-Transportation		1,672,232		1,672,232
Insurance	4,622	50,636		55,258
Management Fee	52,868	32,119		84,987
Other Purchased Services	9,066	5,820		14,886
General Supplies	15,111	5,603		20,714
Transportation Supplies (Including Gasoline)		182,411		182,411
Utilities		12,900		12,900
Acquisition of Vehicles & Other Equipment		238,234		238,234
Depreciation	21,152			21,152
Costs of Sales-Reimbursable Programs	225,397			225,397
Costs of Sales-Nonreimbursable Programs	403,322			403,322
Miscellaneous		2,497		2,497
Total Operating Expenses	<u>1,388,675</u>	<u>4,196,760</u>	<u>-</u>	<u>5,585,435</u>
Operating Income (Loss)	<u>(190,813)</u>	<u>241,363</u>	<u>-</u>	<u>50,550</u>
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	5,383			5,383
Federal Sources:				
National School Breakfast Program	12,592			12,592
National School Lunch Program:				
Cash Assistance	111,387			111,387
Noncash Assistance (Commodities)	40,045			40,045
Miscellaneous		32,397		32,397
Total Nonoperating Revenues (Expenses)	<u>169,407</u>	<u>32,397</u>	<u>-</u>	<u>201,804</u>
Other Financing Sources (Uses):				
Transfer Out to the General Fund		(103,766)	(9,953)	(113,719)
Refund of Prior Year Revenue		(232,544)		(232,544)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(336,310)</u>	<u>(9,953)</u>	<u>(346,263)</u>
Change in Net Position	(21,406)	(62,550)	(9,953)	(93,909)
Total Net Position, Beginning	<u>350,723</u>	<u>360,450</u>	<u>9,953</u>	<u>721,126</u>
Total Net Position, Ending	<u>\$ 329,317</u>	<u>\$ 297,900</u>	<u>\$ -</u>	<u>\$ 627,217</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Fund	Information Technology Fund	Total
Cash Flows from Operating Activities:				
Receipts from Services Provided (Net)	\$ 1,216,174	\$ 4,430,402		\$ 5,646,576
Payments to Employees	(40,429)	(1,203,954)		(1,244,383)
Payments for Employee Benefits	(3,093)	(761,883)		(764,976)
Payments to Food Service Management Company	(1,251,745)			(1,251,745)
Payments to Vendors and Customers (Net)	(51,219)	(1,992,782)		(2,044,001)
Net Cash Provided by (Used for) Operating Activities	(130,312)	471,783	\$ -	341,471
Cash Flows from Noncapital Financing Activities:				
State Sources	5,605			5,605
Federal Sources	125,915			125,915
General Fund Interfund Activity			(9,953)	(9,953)
Miscellaneous		32,397		32,397
Refund of Prior Year Revenue		(336,310)		(336,310)
Net Cash Provided by (Used for) Noncapital Financing Activities	131,520	(303,913)	(9,953)	(182,346)
Cash Flows from Capital & Related Financing Activities:				
Acquisition of Capital Assets	(34,883)			(34,883)
Net Cash Provided by (Used for) Capital & Related Financing Activities	(34,883)	-	-	(34,883)
Net Increase (Decrease) in Cash and Cash Equivalents	(33,675)	167,870	(9,953)	124,242
Cash and Cash Equivalents, Beginning	183,011	702,337	9,953	895,301
Cash and Cash Equivalents, Ending	<u>\$ 149,336</u>	<u>\$ 870,207</u>	<u>\$ -</u>	<u>\$ 1,019,543</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	\$ (190,813)	\$ 241,363	\$ -	\$ 50,550
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	21,152			21,152
Federal Food Donation Program	40,045			40,045
(Increase) Decrease in Accounts Receivable		40,279		40,279
(Increase) Decrease in Inventory	(1,604)			(1,604)
Increase (Decrease) in Accounts Payable	2,429	(2,883)		(454)
Increase (Decrease) in Payable to Local Governments-Current Year Revenue		193,024		193,024
Increase (Decrease) in Unearned Revenue	(1,521)			(1,521)
Net Cash Provided by (Used For) Operating Activities	<u>\$ (130,312)</u>	<u>\$ 471,783</u>	<u>\$ -</u>	<u>\$ 341,471</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Agency Funds
ASSETS			
Cash and Cash Equivalents	\$ 434,379	\$ 288,861	\$ 883,559
Due from Other Funds	105,288		
Due from State Governments	7,417		
Due from Local Governments			5,304
Total Assets	<u>547,084</u>	<u>288,861</u>	<u>\$ 888,863</u>
LIABILITIES			
Accounts Payable	2,553		
Due to Other Funds			\$ 110,592
Due to Student Groups			680,730
Payroll Deductions & Withholdings			97,541
Total Liabilities	<u>2,553</u>	<u>-</u>	<u>\$ 888,863</u>
NET POSITION			
Held in Trust for Unemployment Claims & Other Purposes	<u>\$ 544,531</u>		
Reserved for Scholarships		<u>\$ 288,861</u>	

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund
ADDITIONS		
Contributions:		
Plan Members	\$ 52,698	
Other		\$ 56,758
Investment Earnings:		
Interest	1,142	
Total Additions	<u>53,840</u>	<u>56,758</u>
DEDUCTIONS		
Unemployment Claims	60,979	
Scholarships Awarded		43,370
Total Deductions	<u>60,979</u>	<u>43,370</u>
Change in Net Position	(7,139)	13,388
Net Position, Beginning of the Year	<u>551,670</u>	<u>275,473</u>
Net Position, End of the Year	<u>\$ 544,531</u>	<u>\$ 288,861</u>

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

NOTES TO THE BASIC FINANCIAL STATEMENTS

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements of the Board of Education (Board) of the Hunterdon Central Regional High School District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

The basic financial statements include:

A Management's Discussion and Analysis (MD&A) providing an analysis of the Districts overall financial position and results of operations.

Basic financial statements prepared using full-accrual accounting for all of the District's activities.

A. Reporting Entity

The District is a Type II district located in the County of Hunterdon, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year-terms. The purpose of the district is to educate students in Grades 9-12. The District serves the communities of Delaware Township, East Amwell Township, Borough of Flemington, Raritan Township, and Readington Township (the constituent districts). The District had an approximate enrollment at June 30, 2015 of 2,962 students.

The primary criterion for including activities within the District's reporting entity as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is whether:

1. The organization is legally separate (can sue or be sued in their own name.)
2. The District holds the corporate powers of the organization.
3. The District appoints a voting majority of the organization's board.
4. The District is able to impose its will on the organization.
5. The organization has the potential to impose a financial benefit/ burden on the District.
6. There is a fiscal dependency by the organization on the District.

Based on the aforementioned criteria, the District has no component units.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of Net Position and the statement of changes in Net Position) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate basic financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The District has elected to treat all of its governmental funds as major funds and they are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and post employment healthcare benefits, are recorded only when payment is due.

Property taxes, tuition and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. As under New Jersey State Statute, a municipality is required to remit to its school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an accounts receivable. All other revenue items are considered to be measurable and available only when the District receives cash.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Amounts reported as program revenues include 1) charges to students for tuition, fees, rental, material, supplies, or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, and unrestricted state aids.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted as they are needed.

The District reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the Capital Outlay subfund.

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The District accounts for the proceeds of specific revenue sources from State and Federal Government (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes in the Special Revenue Fund.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Additionally, the District reports the following fund types:

Proprietary Fund Types

Proprietary Fund - The focus of Proprietary Fund measurement is upon determination of net income, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

Enterprise Fund - The Enterprise Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund, Transportation Service Fund, Information Technology Fund, and Student Information Reporting Fund.

All proprietary funds are accounted for on a current financial resources measurement focus. This means that all assets and liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (total net position) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
Light Trucks & Vehicles	4 Years
Heavy Trucks & Vehicles	6 Years

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Fiduciary Fund Types

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/ or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations. The following is a description of the Trust and Agency Funds of the District.

Unemployment Compensation Trust Fund - This fund is used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the "Benefit Reimbursement Method."

Private Purpose Scholarship Fund - This fund is used to account for scholarship accounts donated to the District to be utilized for scholarship awards to qualifying students.

Student Activities Agency Fund - This fund is used to account for funds derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities.

Payroll Agency Fund - This fund accounts for the withholding and remittance of employee salary deductions.

Miscellaneous Agency Fund - This fund accounts for the expenditure and reimbursement for various activities of the District.

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budgets are submitted to the county office and, if required, voted upon at the annual school election in November. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in NJAC 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2015 were insignificant.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For Governmental Funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the Governmental Fund Types. Unencumbered appropriations lapse at fiscal year end.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

D. Budgets/Budgetary Control (Cont'd)

The accounting records of the Special Revenue Fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

E. Encumbrances

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in Governmental Funds other than the Special Revenue Fund are reported as reservations of fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenues at fiscal year end.

The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

F. Tuition Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

G. Tuition Payable

Tuition charges for the fiscal years 2014-2015 and 2013-2014 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Short-Term Interfund Receivables/Payables

Short-Term interfund receivables/payables represents amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

I. Inventories and Prepaid Items

Inventories and prepaid items, which benefit future periods, other than those recorded in the Enterprise Fund are recorded as an expenditure during the year of purchase.

Enterprise Fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as a unearned revenue as title does not pass to the school district until the commodities are used. Prepaid items in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2015.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

J. Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All reported capital assets, except for land and construction in progress, of the District are depreciated using the straight-line method over the following estimated lives:

<u>Assets</u>	<u>Years</u>
Buildings	45
Building Improvements & Portable Classroom	20 to 45
Land Improvements	20
Maintenance Equipment	15
Furniture	20
Musical Instruments	10
Athletic Equipment	10
Audio Visual Equipment	10
Office Equipment	5 to 10
Computer Equipment	5 to 10
Buses	8
Vehicles	6 to 8

K. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by Governmental Accounting Standards Board statement number 16 (GASB 16), "Accounting for Compensated Absences." A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with the Districts' agreements with the various employee unions.

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated by vesting balances as of the balance sheet date for which a payment is probable. Salary related payments for the employer's share of social security and medicare taxes are included.

For the government-wide statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, in the fund financial statements, all of the compensated absences are considered long-term and therefore are not a fund liability. This represents a reconciling item between the fund and government-wide presentations.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

L. Unearned Revenue

Unearned revenue in the General Fund and Special Revenue Fund represents cash, which has been received but not yet earned. See Note 1 (E) regarding the Special Revenue Fund.

Unearned revenue in the Enterprise Fund includes United States government commodity inventories at year-end. The aid revenue associated with this commodity inventory is unearned until it is used in the operations of the Food Service Fund. Prepaid lunch debit card revenue balances at year-end are also included in unearned revenue.

M. Long-Term Obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

N. Fund Balances-Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

- Non-Spendable—includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- Restricted—includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.
- Committed—includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.
- Assigned—includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.
- Unassigned—includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

N. Fund Balances-Governmental Funds (Cont'd)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

O. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented in selected sections of the accompanying basic financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain immaterial amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

P. Allocation of Indirect Expenses

Certain expenses, which have not been charged to a specific function in the District's fund financial statements, have been allocated to the functions for the government-wide statements. Employee benefits, on-behalf TPAF pension contributions, reimbursed TPAF social security contributions and compensated absences accruals have been allocated based on salaries by function. Depreciation expense which was not specifically identified by function has been allocated based on the current year expenses by function.

**NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES**

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the municipality, the municipality's local school districts, and the county, the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in NJSA 54:4 et seq. Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special districts.

Tax bills are mailed annually in June. The taxes are due August 1 and November 1 respectively, and are adjusted to reflect the current fiscal year's total tax liability. The preliminary taxes due February 1 and May 1 of the succeeding fiscal year are based upon one-half of the current year's total tax.

Tax installments not paid on or before the due date are subject to interest penalties of eight percent per annum on the first \$1,500 of the delinquency and eighteen percent per annum on any amount in excess of \$1,500. Pursuant to Chapter 75, PL 1991, the governing body may also fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the calendar year. The penalty so fixed shall not exceed six percent of the amount of the delinquency. These interest and penalties are the highest permitted under the New Jersey statutes. Delinquent taxes are annually included in a tax sale in accordance with New Jersey statutes.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES (Cont'd)**

School taxes are guaranteed as to amount of collection by the municipality, the collection agency, and are transmitted to the school district in accordance with the schedule of tax installments as certified by the school district's Board of Education on an annual basis.

**NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS**

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. US Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at amortized cost. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

NJSA 17:9-41 e.t. seq establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and saving banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

Deposits and investments at June 30, 2015 appear in the basic financial statements as summarized below:

Cash		\$ 24,799,084
Investments		<u>7,000,000</u>
Total Cash & Investments		<u>\$ 31,799,084</u>
Cash & Investments:	<u>Ref.</u>	
Governmental Funds, Balance Sheet	B-1	\$ 29,172,742
Enterprise Fund, Statement of Net Position	B-4	1,019,543
Fiduciary Funds, Statement of Net Position	B-7	<u>1,606,799</u>
Total Cash & Investments		<u>\$ 31,799,084</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)**

Deposits – The District's carrying amount of bank deposits at June 30, 2015 is \$31,799,084 and the bank balance is \$33,106,350. Of the bank balance, \$1,000,000 is covered by federal depository insurance and \$32,106,350 is insured by GUDPA.

Deposit and Investment Risk

GASB Statement No. 40 "Deposit and Investment Risk Disclosures" requires state and local governments to communicate key information about deposit and investment risks. Required disclosures are as follows:

1. Custodial credit risk disclosures are required for:
  - deposits that are uninsured and either (a) uncollateralized or (b) collateralized with securities held by the pledging financial institution, or its trust department or agent but not in the government's name
  - Investment securities that are uninsured, are not registered in the name of the government, and are held by either (a) the counterparty or (b) the counterparty's trust department or agent but not in the government's name

As the district has no such investments, this disclosure is not applicable.

2. Credit quality ratings for investments in debt securities, external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. As the district has no such investments, this disclosure is not applicable.
3. Disclosure of investments by amount and issuer for any issuer that represents five percent of more of total investments. This requirement does not apply to investments issued or explicitly guaranteed by the US government and investments in mutual funds or pools. This disclosure is reported below under Concentration of Credit Risk.
4. Interest rate risk disclosures are required for all debt investments and non-money market like pools. As the district has no such investments, this disclosure is not applicable.
5. Investments that are exposed to foreign currency risk should be disclosed. As the district has no such investments this disclosure is not applicable.

Concentration of Credit Risk

The State of New Jersey does not place any limit on the amount that the district may invest with any one issuer. As of June 30, 2015, the district had investments with the following institutions:

<u>Institution</u>	<u>Investment Amount</u>	<u>Type of Investment</u>
Unity Bank	\$ 3,000,000	Certificates of Deposit
The Provident Bank	4,000,000	Certificates of Deposit
	<u>\$ 7,000,000</u>	

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 4. CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2015 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital Assets, Not Being				
Depreciated:				
Land	\$ 475,000			\$ 475,000
Construction in Progress	4,731,096	\$ 2,644,818	\$ 4,220,994	3,154,920
Total	<u>5,206,096</u>	<u>2,644,818</u>	<u>4,220,994</u>	<u>3,629,920</u>
Capital Assets, Being				
Depreciated:				
Land Improvements	5,821,973			5,821,973
Building & Improvements	84,938,936	4,220,994		89,159,930
Furniture & Equipment	4,884,744	234,671	278,836	4,840,579
Buses & Other Vehicles	2,951,321	294,842	248,886	2,997,277
Total	<u>98,596,974</u>	<u>4,750,507</u>	<u>527,722</u>	<u>102,819,759</u>
Accumulated Depreciation:				
Land Improvements	2,563,974	284,919		2,848,893
Building & Improvements	21,375,741	2,041,465		23,417,206
Furniture & Equipment	3,878,696	257,546	224,607	3,911,635
Buses & Other Vehicles	1,947,578	245,782	248,886	1,944,474
Total	<u>29,765,989</u>	<u>2,829,712</u>	<u>473,493</u>	<u>32,122,208</u>
Total Capital Assets, Being				
Depreciated, Net	<u>68,830,985</u>	<u>1,920,795</u>	<u>54,279</u>	<u>70,697,551</u>
Transfers	<u>-0-</u>	<u>(4,220,944)</u>	<u>(4,220,944)</u>	<u>-0-</u>
Governmental Activities Capital				
Assets, Net	<u>\$ 74,037,081</u>	<u>\$ 344,669</u>	<u>\$ 54,279</u>	<u>\$ 74,327,471</u>
Business-Type Activities:				
Building & Improvements	\$ 3,506	\$ 883		\$ 3,506
Furniture & Equipment	849,382	34,886		884,265
Less: Accum Depreciation	<u>(688,346)</u>	<u>21,152</u>		<u>(709,498)</u>
Business-Type Activities Capital				
Assets, Net	<u>\$ 164,542</u>	<u>\$ 13,731</u>	<u>\$ -0-</u>	<u>\$ 178,273</u>

Depreciation expense was charged to governmental functions in the current year as follows:

Instruction:	
Regular	\$ 1,179,895
Special Education	256,646
Other Special Instruction	17,026
Co-Curricular Activities	355,903
Support Services:	
Student & Instruction	491,779
General & Business Admin	124,468
School Administration	82,947
Plant & Maintenance	55,983
Pupil Transportation	<u>265,065</u>
Total Depreciation Expense, Governmental Activities	<u>\$ 2,829,712</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 5. LONG-TERM DEBT**

Long-term liability activity for the year ended June 30, 2015 is as follows:

	<u>Beginning Balance</u>	<u>Accruals</u>	<u>Payments</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds Payable	\$ 14,665,000		\$ 1,595,000	\$ 13,070,000	\$ 1,665,000
ERIP Pension Refunding Bonds Payable	540,000		125,000	415,000	130,000
Unamortized Bond Premiums	1,157,107		188,494	968,613	188,494
PERS Net Pension Liability	20,364,165	\$ (531,391)		19,832,774	
Compensated Absences Payable	3,581,375	65,297	67,125	3,579,547	220,460
Total Governmental Activities Long-Term Liabilities	<u>\$ 40,307,647</u>	<u>\$ (466,094)</u>	<u>\$ 1,975,619</u>	<u>\$ 37,865,934</u>	<u>\$ 2,203,954</u>

Payments on the general obligation bonds and ERIP pension refunding bonds are made in the debt service fund from property taxes and state aid. Bond premiums are amortized over the term of the bonds, while the other long-term debts are paid in the current expenditures budget of the District's general fund.

The annual requirements to amortize all general obligation bonds and ERIP pension refunding bonds outstanding as of June 30, 2015 including interest payments are listed as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,795,000	\$ 482,596	\$ 2,277,596
2017	1,805,000	426,016	2,231,016
2018	1,855,000	359,701	2,214,701
2019	1,920,000	279,707	2,199,707
2020	1,965,000	202,006	2,167,006
2021-2022	4,145,000	165,753	4,310,753
Totals	<u>\$ 13,485,000</u>	<u>\$ 1,915,779</u>	<u>\$ 15,400,779</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 5. GENERAL LONG-TERM DEBT (Cont'd)**

General Obligation Bonds – General obligation school building bonds payable at June 30, 2015, with their outstanding balances are comprised of the following individual issues:

\$1,485,000 – 2003 ERIP pension refunding bonds, due in annual installments of \$75,000 to \$145,000, beginning January 15, 2006, through January 15, 2018, interest at 5.10%	\$ 415,000
\$13,480,000 – 2011 general obligation refunding bonds, due in annual installments of \$35,000 to \$2,110,000 beginning September 15, 2012, through September 15, 2021 interest from 2.00% to 4.00%	<u>13,070,000</u>
	<u>\$ 13,485,000</u>

The general obligation bonded debt of the District is limited by state law to 3% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2015 is \$273,067,184. General obligation debt at June 30, 2015 is \$13,485,000, and resulting in a legal debt margin of \$259,582,184.

**NOTE 6. PENSION PLANS**

Description of Systems

Substantially all of the Board's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF), Public Employees' Retirement System (PERS) and the Defined Contribution Retirement Program (DCRP). The PERS and TPAF systems are sponsored and administered by the State of New Jersey. The DCRP system is administered by Prudential Financial for the Division of Pensions and Benefits. The Teachers' Pension and Annuity Fund retirement system is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers. The Public Employees Retirement System and Defined Contribution Retirement Program are considered cost sharing multiple-employer plans.

A. Public Employees' Retirement System (PERS)

**Plan Description**

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at [www.state.nj.us/treasury/pensions/annrpts.shtml](http://www.state.nj.us/treasury/pensions/annrpts.shtml).

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 6. PENSION PLANS**

A. Public Employees' Retirement System (PERS) (Cont'd)

The vesting and benefit provisions are set by NJSA 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

Tier	Definition
1.	Members enrolled prior to July 1, 2007
2.	Members eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3.	Members eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4.	Members eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5.	Members eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

**Allocation Methodology and Reconciliation to Financial Statements**

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense excluding that attributable to employer-paid member contributions are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedules of pension amounts by employer. The allocation percentages for each group as of June 30, 2014 and 2013 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal years ended June 30, 2014 and 2013, respectively.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 6. PENSION PLANS** (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented in the Division's schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2014 and 2013. Employer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer may result in immaterial differences.

**Contributions**

The contribution policy for PERS is set by NJSA 15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For Fiscal years 2014 and 2013, the State's pension contribution was less than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, PL 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS** (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

**Collective Net Pension Liability and Actuarial Information**

Components of Net Pension Liability

The components of the District's allocable share of the net pension liability for PERS as of June 30, 2014 and 2013 are as follows:

	<u>2014</u>	<u>2013</u>
Total Pension Liability	\$41,387,952	\$39,714,299
Plan Fiduciary Net Position	<u>21,555,178</u>	<u>19,350,134</u>
Net Pension Liability	<u>\$19,832,774</u>	<u>\$20,364,165</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.08%	48.72%

The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013, which was rolled forward to June 30, 2014. The total pension liability for the June 30, 2013 measurement date was determined by an actuarial valuation as of July 1, 2013. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate 3.01%

Salary Increases (Based on Age):

2012-2021	2.15%-4.40%
Thereafter	3.15%-5.40%

Investment Rate of Return 7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for females) with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA.

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS (Cont'd)**

A. Public Employees' Retirement System (PERS) (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 5.39% and 5.55% as of June 30, 2014 and 2013, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.29% and 4.63% as of June 30, 2014 and 2013, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the District as of June 30, 2014 and 2013, respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

	<u>2014</u>
At Current Discount Rate (5.39%)	\$ 19,832,774
At a 1% Lower Rate (4.39%)	24,950,305
At a 1% Higher Rate (6.39%)	15,535,351
	<u>2013</u>
At Current Discount Rate (5.55%)	\$ 20,364,165
At a 1% Lower Rate (4.55%)	25,350,702
At a 1% Higher Rate (6.55%)	16,186,106

Collective Deferred Outflows of Resources and Deferred Inflows of Resources

At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -0-	\$ -0-
Changes of assumptions	623,649	
Net difference between projected and actual earnings on pension plan investments		1,181,926

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS (Cont'd)**

A. Public Employees' Retirement System (PERS) (Cont'd)

Collective Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in proportion and differences between District contributions and proportionate share of contributions		\$ 100,573
District contributions subsequent to the measurement date	\$ 873,262	
Total	<u>\$ 1,496,911</u>	<u>\$ 1,282,499</u>

The amount reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (ie for the school year ending June 30, 2015, the plan measurement date is June 30, 2014) of \$873,262 will be recognized as a reduction of the net pension liability in the year ended June 30, 2015.

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the year ended June 30, 2014:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Deferred Outflows of Resources:				
Changes of Assumptions	\$ -0-	\$ 738,290	\$ 114,641	\$ 623,649
Deferred Inflows of Resources:				
Difference Between Projected and Actual Earnings on Pension Plan Investments	-0-	1,477,407	295,481	<u>1,181,926</u>
Net of Deferred Outflows/(Inflows)				<u>\$ (558,277)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding employer specific amounts, deferrals from District contributions subsequent to the measurement date, and deferrals from change on proportion) will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	
2015	\$ (180,840)
2016	(180,840)
2017	(180,840)
2018	(180,840)
2019	114,641
Thereafter	<u>50,442</u>
Total	<u>\$ (558,277)</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS (Cont'd)**

A. Public Employees' Retirement System (PERS) (Cont'd)

**Pension Expense**

For the year ended June 30, 2015, the District recognized net pension expense of \$930,305 which represents the District's proportionate share of allocable plan pension expense of \$1,019,654 less the net amortization of deferred amounts from changes in proportion of \$18,488 and plus the pension expense related to specific liabilities of individual employers of \$7,547 and less other adjustments to the net pension liability of \$78,408. The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the year ending June 30, 2014 are as follows:

Service Cost	\$ 927,931
Interest on Total Pension Liability	2,189,381
Member Contributions	(508,178)
Administrative Expense	15,477
Expected Investment Return Net of Investment Expense	(1,417,816)
Pension Expense Related to Specific Liabilities of Individual Employers	(6,301)
Recognition of Deferred Inflows/Outflows of Resources:	
Amortization of Assumption Changes or Inputs	114,641
Amortization of Projected Versus Actual Investment Earnings on Pension Plan Investments	(295,481)
Pension Expense	<u>\$ 1,019,654</u>

B. Teacher's Pension and Annuity Fund (TPAF)

**Plan Description**

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at [www.state.nj.us/treasury/pensions/annrprts.shtml](http://www.state.nj.us/treasury/pensions/annrprts.shtml).

The vesting and benefit provisions are set by NJSA 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS** (Cont'd)

B. Teacher's Pension and Annuity Fund (TPAF) (Cont'd)

The following represents the membership tiers for TPAF:

Tier	Definition
1.	Members enrolled prior to July 1, 2007
2.	Members eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3.	Members eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4.	Members eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5.	Members eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

**Special Funding Situation**

The employer contributions for local participating employers are legally required to be funded by the State in accordance with NJSA 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS** (Cont'd)

B. Teacher's Pension and Annuity Fund (TPAF) (Cont'd)

For purposes of reporting required by GASB Statement No. 68, Accounting and Financial Reporting for Pensions, the District's proportionate share of allocable net pension liability, employer pension expense and related revenue, non-employer contributions and their allocable proportionate percentage for fiscal years ending June 30, 2014 and 2013 is as follows:

	<u>2014</u>	<u>2013</u>
Net Pension Liability	\$ 111,121,367	\$108,878,283
Employer Pension Expense & Related Revenue	5,979,373	N/A
Non-Employer Contribution	883,180	1,395,285
Allocable Proportionate Percentage	.2079104471%	.2154332756%

C. Defined Contribution Retirement Program

The Defined Contribution Retirement Program (DCRP) was established under the provisions Ch 92, PL 2007 and expanded under the provisions of Ch 89, PL 2008 and Ch 1, PL 2010 to provide eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Employees eligible to enroll in the program include the following: First, employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007 who earn salary in excess of maximum compensation limits. Also, employees otherwise eligible to enroll in the TPAF and PERS who do not earn the minimum salary (\$8,200 for 2015) but who earn salary of at least \$5,000 annually are eligible to participate. The program administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program Web Site: [www.prudential.com/njdcrp](http://www.prudential.com/njdcrp).

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statement and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625-0295.

Contribution Requirements

The contribution policy is set by state statutes and contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Significant legislation which became effective October 1, 2011 will gradually increase the employee contribution rate for PERS and TPAF members. Effective October 1, 2011 the rate increased from 5.50% to 6.50% of annual contractual compensation for employees enrolled in the TPAF and PERS pension plans. The rate will increase each year on the first of July over a seven year phase-in period until the withholding rate reaches 7.50% effective July 1, 2018. Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. Employers are required to contribute at an actuarially determined rate in TPAF, PERS and DCRP. The actuarially determined contribution includes funding for cost-of-living adjustments, non-contributory death benefits and post-retirement medical premiums. Under current statute, the Board is a noncontributing employer of the TPAF.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 6. PENSION PLANS** (Cont'd)

Three Year Trend Information for TPAF (Paid on-Behalf of the District)

Year Funding	TPAF Benefit Costs	Percentage of APC Contributed
06/30/15	\$ 2,806,577	100%
06/30/14	2,321,673	100%
06/30/13	2,966,075	100%

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed
06/30/15	\$ 873,262	100%
06/30/14	699,393	100%
06/30/13	806,536	100%

During the year ended June 30, 2015, the State of New Jersey contributed \$1,721,910 to the TPAF for post-retirement medical benefits and \$72,799 for non-contributory insurance premiums, and \$1,011,868 for TPAF normal costs and accrued liability costs on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$1,545,490 during the year ended June 30, 2015 for the employer's share of social security contributions for TPAF members calculated on their base salaries. These amounts have been included in the basic financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 68.

**NOTE 7. POST-RETIREMENT BENEFITS**

Legislation enacted during 1991 (1993) provided early retirement incentives for certain members of TPAF and PERS who met certain age and service requirements and who applied for retirement between certain dates in the 1992 (1994) fiscal year. The early retirement incentives included: (a) an additional five years of service credit for employees at least age 50 with a minimum of 25 years of service; (b) free health benefits for employees at least 60 years old with at least 20 years of service; and (c) an additional \$500 per month for two years for employees at least age 60 with 10 but less than 20 years of service. The District assumed the increased cost for the early retirement as it affected their districts.

Chapter 384 of PL 1987 and Ch 6 of PL 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. PL 2007, Ch 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2014, there were 103,432 retirees eligible for post-retirement medical benefits, and the State contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with Ch 62, PL 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 7. POST-RETIREMENT BENEFITS (Cont'd)**

The State is also responsible for the cost attributable to Ch 126, PL 1992, which provides free health benefits to members of PERS and the Alternate Benefits Program who retired from a board of education or county college with 25 years of service. In fiscal year 2014, the State paid \$165.8 million toward Ch 126 benefits for 18,122 eligible retired members.

GASB Statement 45 requires certain disclosures relating to governmental entities obligations for other post-employment benefits (OPEB), which are post-employment benefits other than pensions. The District's only material OPEB obligation is for healthcare provided to eligible retirees through the NJ State Health Benefits Program.

**Plan Description** - The School District contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under NJSA 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code, SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. The school district adopted a resolution to participate in the SHBP. The States Health Benefits Commission is the executive body established by the statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, PO Box 295, Trenton, NJ 08625-0295 or by visiting their website at ([www.nj.gov/treasury/pensions](http://www.nj.gov/treasury/pensions)).

**Funding Policy** - Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. Information regarding the State's annual contributions, annual OPEB cost and net OPEB obligations is available through the State as noted in the previous paragraph.

**NOTE 8. DEFERRED COMPENSATION**

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403 (b). The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Equivest	AXA Equitable/Equivest
Metlife Resources	Siracusa Benefit Programs
Lincoln Investment Planning	Variable Annuity Life Ins Co/AIG
Ameriprise Financial Services Inc	

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
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**NOTE 9. INTERFUND RECEIVABLES AND PAYABLES**

The composition of interfund balances as of June 30, 2015 is as follows:

	Receivable Fund	Payable Fund
General Fund	\$ 12,517	
Special Revenue Fund		\$ 7,213
Unemployment Compensation	105,288	
Payroll Agency		105,288
Miscellaneous Agency Fund		5,304
 Total	 \$ 117,805	 \$ 117,805

Transfers of \$113,719, was made from the various Enterprise Funds to the General Fund representing a return of prior year surplus.

The balance due from the Miscellaneous Agency Fund to the General Fund represents a loan from the General Fund of \$5,304 due to cash flow issues related to the delayed receipt of reimbursements from local government agencies.

The balance due from the Special Revenue Fund to the General Fund represents a loan from the General Fund of \$7,213 due to cash flow issues related to the delayed receipt of grant revenues. The balance due from the Payroll Agency Fund to the Unemployment Compensation Fund of \$105,288 represents employee withholdings for the unemployment trust not yet transferred at year end.

**NOTE 10. INVENTORY**

Inventory in the Food Service Fund at June 30, 2015 consisted of the following:

Food	\$ 26,630
Supplies	5,559
	\$ 32,189

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the basic financial statements.

**NOTE 11. CONTINGENT LIABILITIES**

The District is involved in various legal proceedings that are incidental to its operations. These legal proceedings are not likely to have a material adverse effect on the financial position of the School District.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
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 JUNE 30, 2015  
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**NOTE 12. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability, student accident and surety bonds. There was no significant reduction in insurance coverage from coverage in the prior year. The District did not have any insurance settlements, which exceeded insurance coverage for the past three years. A complete schedule of insurance coverage can be found in the Statistical Section of the Comprehensive Annual Financial Report.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its NJ Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the NJ Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, and interest earnings, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's unemployment trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>District Contrib</u>	<u>Interest Earnings</u>	<u>Employee Contrib</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ -0-	\$ 1,142	\$ 52,698	\$ 60,979	\$ 544,531
2013-2014	-0-	1,339	52,590	78,930	551,670
2012-2013	-0-	1,473	50,996	83,181	576,671

**NOTE 13. LEGAL RESERVE ACCOUNTS**

A capital reserve account was established by the District by inclusion of \$25,000 on October 11, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the districts approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to NJSA 19:60-2. Pursuant to NJAC 6A:26-9.1(d)1, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Districts are allowed as per NJSA 18A:7F-41(a) & 41(b) to deposit to the legal reserves by board resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited \$4,700,000 to their Capital Reserve and \$59,626 to their Maintenance Reserve account by board resolution in June 2015.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 13. LEGAL RESERVE ACCOUNTS (Cont'd)**

The Following is a Summarization of the Legal Reserve Accounts for the Current Year:

Type	Beginning Balance	District Contribution	Interest Earnings	Return of Unused Withdrawal	Withdrawal	Ending Balance
Capital	\$ 9,500,000	\$ 4,700,000	\$ 28,443	\$ 137,480		\$14,365,923
Maintenance	2,871,200	59,626		88,849	\$ 148,464	2,871,211
Emergency	593,000					593,000
<b>Totals</b>	<b>\$ 12,964,200</b>	<b>\$ 4,759,626</b>	<b>\$ 28,443</b>	<b>\$ 226,329</b>	<b>\$ 148,464</b>	<b>\$17,830,134</b>

**NOTE 14. FUND BALANCES-BUDGETARY BASIS**

As described in Note 1 N-Fund Equity (Fund Balance) may be restricted, committed or assigned. An analysis of the General Fund Balance on June 30, 2015 and 2014 is as follows:

	2015	2014
Restricted:		
Excess Surplus-Represents amount in excess of allowable percentage of expenditures. In accordance with state statute, the excess surplus is designated for utilization in succeeding year's budgets	\$ 3,964,834	\$ 4,367,991
Excess Surplus-Designated for Subsequent Year's Expenditures-Amount appropriated in the succeeding year's budget to reduce tax requirements	4,367,991	4,585,854
Committed:		
Capital Reserve Account-represents funds restricted to capital projects in the Districts Long Range Facilities Plan	14,365,923	9,500,000
Maintenance Reserve-Represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (NJSA18A:76-9)	2,871,211	2,871,200
Emergency Reserve-Represents funds accumulated to finance unanticipated general fund expenditures required for a thorough and efficient education	593,000	593,000
Assigned:		
Year End Encumbrance-Represents fund balance committed for purchase orders that have been issued but goods or services were not received as of June 30,	1,008,700	930,508
Designated for Subsequent Year's Expenditures-Represents amounts appropriated in the succeeding year's budget for additional aid not utilized in current year's budget	6,262	
Unassigned:		
Undesignated-Represents fund balance which has not been restricted or designated	1,527,118	1,529,775
<b>Total Fund Balance</b>	<b>\$ 28,705,039</b>	<b>\$ 24,378,328</b>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2015  
(Continued)

**NOTE 15. CALCULATION OF EXCESS SURPLUS**

In accordance with NJSA 18A:7F-7, as amended by PL 2004, Ch 73 (S1701), the designation for Reserved Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2015 is \$3,964,834.

**NOTE 16: SUBSEQUENT EVENTS**

The District has evaluated subsequent events through November 19, 2015, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

**NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE**

The following is a list of recent accounting pronouncements which are not yet effective as of the year end date of this report:

In February 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 72 "Fair Value Measurement and Application". This statement, which is effective for fiscal periods beginning after June 15, 2015, is not expected to have an effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 73 "Accounting and Financial Reporting for Pensions and Related Assets that are not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. This statement, which is effective for fiscal periods beginning June 15, 2015 and June 15, 2016 for pension systems not within the scope of GASB 68, is not expected to have an effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 74 "Financial Reporting for Postemployment Benefits Other than Pension Plans". This statement, which is effective for fiscal periods beginning June 15, 2016, is expected to have a nominal effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75 "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions". This statement, which is effective for fiscal periods beginning June 15, 2017, is expected to have a nominal effect on the District's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 76 "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments". This statement, which is effective for fiscal periods beginning June 15, 2015, is not expected to have an effect on the District's financial reporting.

In August 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 77 "Tax Abatement Disclosures". This statement, which is effective for fiscal periods beginning December 15, 2015, is not expected to have an effect on the District's financial reporting.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 JUNE 30, 2015  
 (Continued)

**NOTE 18. RESTATEMENT OF PRIOR YEAR NET POSITION**

During the fiscal year ending June 30, 2015, the District has determined that a restatement of its prior year net position is necessary. Due to changes in accounting principles resulting from the issuance of Government Accounting Standards Board's (GASB) Statement No. 68, for pension liabilities, adjustments to the net position for the net pension liability and deferred outflows of resources as of the measurement date of June 30, 2014 are necessary. The following is a summary of the District's restatement of net position as of June 30, 2014:

	<u>Governmental Activities</u>
Net Position, June 30, 2014 as Originally Stated	\$ 79,617,416
Add: Deferred Outflow of Resources for Pension Activity	802,846
Less: Net Pension Liability as of June 30, 2014	<u>(20,364,165)</u>
Net Position, June 30, 2014 as Restated	<u>\$ 60,056,097</u>

**NOTE 19. DEFICIT BALANCE IN UNRESTRICTED NET POSITION**

The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2015 of \$14,355,436 on Schedule A-1 "Statement of Net Position". The deficit balance is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68 Accounting and Financial Reporting for Pensions which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

REQUIRED SUPPLEMENTARY INFORMATION-PART II

**BUDGETARY COMPARISON SCHEDULES**

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 48,957,942		\$ 48,957,942	\$ 48,957,942	
Tuition Charges-Other LEAs Within the State				92,426	\$ 92,426
Transportation Fees-Individuals				11,860	11,860
Transportation Fees-Other LEAs Within the State				74,601	74,601
Interest on Capital Reserve Account				28,443	28,443
Interest on Investments				73,408	73,408
Building Use Rental Fees				52,550	52,550
Shared Service Agreement Fees				38,900	38,900
Co-Curricular Participation Fees				118,350	118,350
Miscellaneous	210,000		210,000	437,861	227,861
Total	49,167,942	\$ -	49,167,942	49,886,341	718,399
State Sources:					
Equalization Aid	3,185,863		3,185,863	3,185,863	
Categorical Special Education Aid	1,840,406		1,840,406	1,840,406	
Categorical Security Aid	48,383		48,383	48,383	
Categorical Transportation Aid	308,410		308,410	308,410	
School Choice Aid	301,972	(150,986)	150,986	150,986	
PARCC Readiness Aid	29,880		29,880	29,880	
Per Pupil Growth Aid	29,880		29,880	29,880	
Extraordinary Special Education Costs Aid:					
Current Year				467,164	467,164
Prior Year Additional Award				4,342	4,342
Nonpublic Transportation Aid				21,788	21,788
On-Behalf TPAF Pension Contribution				1,084,667	1,084,667
On-Behalf TPAF Post Retirement Medical Benefits				1,721,910	1,721,910
Reimbursed TPAF Social Security Contribution				1,545,490	1,545,490
Total	5,744,794	(150,986)	5,593,808	10,439,169	4,845,361
Federal Sources:					
Medical Assistance Program	10,500		10,500	23,833	13,333
ARRA-Medical Assistance Program				6,262	6,262
Total	10,500	-	10,500	30,095	19,595
<b>TOTAL REVENUES</b>	<b>\$ 54,923,236</b>	<b>\$ (150,986)</b>	<b>\$ 54,772,250</b>	<b>\$ 60,355,605</b>	<b>\$ 5,583,355</b>
<b>EXPENDITURES</b>					
Current:					
Instructional:					
Regular Programs-Instruction:					
Salaries of Teachers:					
Grades 9-12	\$ 14,966,340	\$ (5,995)	\$ 14,960,345	\$ 14,563,888	\$ 396,457
Regular Programs-Home Instruction:					
Salaries of Teachers	30,000		30,000	25,760	4,240
Purchased Professional-Educational Services	30,000		30,000	14,782	15,218
Other Purchased Services	3,000		3,000	819	2,181
Regular Programs-Undistributed Instruction:					
Other Salaries for Instruction	240,940	4,165	245,105	245,085	20
Purchased Technical Services	12,000	(215)	11,785	9,386	2,399
Other Purchased Services	453,850	(47,008)	406,842	320,816	86,026
General Supplies	1,008,505	(27,254)	981,251	882,478	98,773
Textbooks	166,815	20,995	187,810	160,497	27,313
Other Objects	43,775	(10,330)	33,445	7,437	26,008
Total	16,955,225	(65,642)	16,889,583	16,230,948	658,635
Special Education:					
Behavioral Disabilities:					
Salaries of Teachers	169,840		169,840	130,205	39,635
Other Salaries for Instruction	49,610		49,610	49,003	607
Other Purchased Services	6,100	2,700	8,800	7,950	850
General Supplies	3,000		3,000	737	2,263
Textbooks	500		500		500
Other Objects	5,000	(2,700)	2,300	294	2,006
Total	234,050	-	234,050	188,189	45,861

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

EXPENDITURES (Cont'd)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Current: (Cont'd)					
Special Education: (Cont'd)					
Resource Room/Resource Center:					
Salaries of Teachers	\$ 2,659,220	\$ (11,075)	\$ 2,648,145	\$ 2,599,506	\$ 48,639
Other Salaries for Instruction	683,570	(10,925)	672,645	672,643	2
Purchased Professional-Educational Services		675	675	671	4
Other Purchased Services	7,100	(300)	6,800	425	6,375
General Supplies	11,825	(375)	11,450	3,019	8,431
Textbooks	7,750		7,750		7,750
Other Objects	3,425		3,425	911	2,514
Total	3,372,890	(22,000)	3,350,890	3,277,175	73,715
Home Instruction-Special Education:					
Salaries of Teachers	25,900	(17,700)	8,200	4,570	3,630
Purchased Professional-Educational Services	28,000	17,700	45,700	41,092	4,608
Other Purchased Services	3,000		3,000	1,915	1,085
Total	56,900	-	56,900	47,577	9,323
Total Special Education	3,663,840	(22,000)	3,641,840	3,512,941	128,899
Basic Skills/Remedial:					
Salaries of Teachers	96,970	2,175	99,145	81,104	18,041
Other Salaries for Instruction	26,710	(2,175)	24,535	21,067	3,468
Other Purchased Services	150		150		150
General Supplies	1,500		1,500		1,500
Textbooks	2,000		2,000		2,000
Total	127,330	-	127,330	102,171	25,159
Bilingual Education:					
Salaries of Teachers	85,660		85,660	74,100	11,560
Other Purchased Services	650		650		650
General Supplies	500	4,700	5,200	427	4,773
Textbooks	1,000		1,000		1,000
Other Objects	1,000	(500)	500		500
Total	88,810	4,200	93,010	74,527	18,483
School Sponsored Co/Extra Curricular Activities:					
Salaries	279,640		279,640	256,447	23,193
Supplies & Materials	18,000	(4,000)	14,000	7,393	6,607
Other Objects	14,000	4,000	18,000	16,730	1,270
Total	311,640	-	311,640	280,570	31,070
School Sponsored Athletics:					
Salaries	1,088,560	2,990	1,091,550	1,063,680	27,870
Purchased Services	280,643	(16,490)	264,153	243,542	20,611
Supplies & Materials	100,140	23,050	123,190	122,571	619
Other Objects	22,315	(9,550)	12,765	9,375	3,390
Total	1,491,658	-	1,491,658	1,439,168	52,490
Alternative Education Program-Instruction					
Salaries of Teachers	83,200		83,200	42,464	40,736
Other Purchased Services	8,000		8,000	3,750	4,250
Total	91,200	-	91,200	46,214	44,986
Total Instructional	\$ 22,729,703	\$ (83,442)	\$ 22,646,261	\$ 21,686,539	\$ 959,722
Undistributed Expenditures:					
Instruction-Tuition:					
Other LEAs Within the State-Regular	\$ 45,000		\$ 45,000	\$ 15,017	\$ 29,983
Other LEAs Within the State-Special	202,260		202,260	138,348	63,912
County Vocational School District-Regular	517,400	\$ (32,600)	484,800	462,090	22,710
County Vocational School District-Special	474,580	32,600	507,180	507,125	55
CSSD & Regional Day Schools	324,580		324,580	269,472	55,108
Private Schools for Disabled Within the State	1,261,857	(1,000)	1,260,857	997,872	262,985
Private Schools for Disabled/Other LEAs O/S NJ	250,000	1,000	251,000	209,298	41,702
State Facilities	117,776		117,776		117,776
Tuition-Other	228,060		228,060	220,515	7,545
Total	3,421,513	-	3,421,513	2,937,513	484,000

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

EXPENDITURES (Cont'd)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Current: (Cont'd)					
Attendance and Social Work:					
Purchased Professional & Technical Services	\$ 9,500		\$ 9,500	\$ 1,713	\$ 7,787
Total	9,500	\$ -	9,500	1,713	7,787
Health Services:					
Salaries	352,460		352,460	342,562	9,898
Purchased Professional & Technical Services	38,100		38,100	28,357	9,743
Other Purchased Services	10,000	(5,000)	5,000	1,798	3,202
Supplies & Materials	29,425	5,000	34,425	19,250	15,175
Total	429,985	-	429,985	391,967	38,018
Speech, Occupational Therapy, Physical Therapy & Related Services:					
Salaries	168,890	(4,200)	164,690	161,794	2,896
Purchased Professional-Educational Services	117,000		117,000	38,892	78,108
Supplies & Materials	500		500	321	179
Total	286,390	(4,200)	282,190	201,007	81,183
Other Support Services-Students-Extraordinary Services:					
Salaries	416,330	22,000	438,330	400,386	37,944
Purchased Professional-Educational Services	34,000		34,000	27,554	6,446
Total	450,330	22,000	472,330	427,940	44,390
Guidance:					
Salaries of Other Professional Staff	1,606,850	18,498	1,625,348	1,613,780	11,568
Salaries of Secretarial & Clerical Assistants	277,710	(12,133)	265,577	265,271	306
Purchased Professional-Educational Services	3,200	(350)	2,850	682	2,168
Other Purchased Services	38,650	(6,815)	31,835	11,660	20,175
Supplies & Materials	20,260		20,260	13,834	6,426
Other Objects	5,700	350	6,050	4,766	1,284
Total	1,952,370	(450)	1,951,920	1,909,993	41,927
Child Study Team:					
Salaries of Other Professional Staff	1,056,810	2,540	1,059,350	1,059,342	8
Salaries of Secretarial & Clerical Assistants	212,950	(1,370)	211,580	210,602	978
Other Purchased Professional & Technical Services	16,000	(1,220)	14,780	10,790	3,990
Miscellaneous Purchased Services	10,366	(2,400)	7,966	4,162	3,804
Supplies & Materials	6,000	4,400	10,400	9,974	426
Other Objects	2,400		2,400	1,994	406
Total	1,304,526	1,950	1,306,476	1,296,864	9,612
Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	1,058,300	12,159	1,070,459	1,048,864	21,595
Salaries of Secretarial & Clerical Assistants	107,640		107,640	107,638	2
Other Purchased Services	34,231	(1,390)	32,841	11,444	21,397
Supplies & Materials	2,000	45	2,045	2,040	5
Other Objects	9,900	1,345	11,245	9,780	1,465
Total	1,212,071	12,159	1,224,230	1,179,766	44,464
Educational Media Services/School Library:					
Salaries	1,022,440		1,022,440	978,040	44,400
Salaries of Technology Coordinators	85,730		85,730	85,024	706
Other Purchased Services	67,850		67,850	43,729	24,121
Supplies & Materials	44,935		44,935	42,274	2,661
Other Objects	1,000		1,000	536	464
Total	1,221,955	-	1,221,955	1,149,603	72,352

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

EXPENDITURES (Cont'd)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Current: (Cont'd)					
Instructional Staff Training Services:					
Salaries of Other Professional Staff	\$ 166,480		\$ 166,480	\$ 121,641	\$ 44,839
Purchased Professional-Educational Services	53,400		53,400	1,400	52,000
Other Purchased Services	4,000		4,000	1,245	2,755
Supplies & Materials	9,100		9,100		9,100
Other Objects	2,500		2,500		2,500
Total	235,480	\$ -	235,480	124,286	111,194
Support Services General Administration:					
Salaries	349,800		349,800	324,663	25,137
Legal Services	115,000	27,000	142,000	136,569	5,431
Audit Fees	40,000		40,000	40,000	
Other Purchased Professional Services	30,000	10,000	40,000	24,099	15,901
Communications & Telephone	65,000		65,000	56,496	8,504
Board of Education Other Purchased Services	4,000		4,000		4,000
Other Purchased Services	206,400	(13,000)	193,400	121,315	72,085
General Supplies	13,450	(1,450)	12,000	4,635	7,365
Board of Education In-House Training/Meeting Supplies	3,500		3,500	3,467	33
Miscellaneous Expenditures	10,000		10,000	3,883	6,117
Board of Education Membership Dues and Fees	35,000		35,000	25,657	9,343
Total	872,150	22,550	894,700	740,784	153,916
Support Services School Administration:					
Salaries of Principals/Asst Principals/Program Directors	929,250		929,250	779,596	149,654
Salaries of Secretarial & Clerical Assistants	351,060		351,060	340,287	10,773
Purchased Professional & Technical Services	4,000		4,000	3,017	983
Other Purchased Services	25,265		25,265	5,045	20,220
Supplies & Materials	14,500		14,500	11,904	2,596
Other Objects	17,500		17,500	5,215	12,285
Total	1,341,575	-	1,341,575	1,145,064	196,511
Central Services:					
Salaries	843,760	16,989	860,749	810,595	50,154
Purchased Technical Services	54,700		54,700	44,389	10,311
Miscellaneous Purchased Services	12,400		12,400	5,781	6,619
Supplies & Materials	16,500		16,500	10,634	5,866
Miscellaneous Expenditures	4,000		4,000	3,140	860
Total	931,360	16,989	948,349	874,539	73,810
Administrative Information Technology:					
Salaries	85,730		85,730	85,024	706
Other Purchased Services	500		500	395	105
Supplies & Materials	20,500		20,500	17,509	2,991
Total	106,730	-	106,730	102,928	3,802
Required Maintenance for School Facilities:					
Salaries	499,880	5,044	504,924	440,776	64,148
Cleaning, Repair & Maintenance Services	582,429	85,164	667,593	474,370	193,223
General Supplies	108,800	6,000	114,800	113,899	901
Total	1,191,109	96,208	1,287,317	1,029,045	258,272

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

EXPENDITURES (Cont'd)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Current: (cont'd)					
Custodial Services:					
Salaries	\$ 1,484,840	\$ 8,085	\$ 1,492,925	\$ 1,340,328	\$ 152,597
Purchased Professional & Technical Services	57,320	61,400	118,720	113,808	4,912
Cleaning, Repair, & Maintenance Services	98,550	(11,100)	87,450	67,360	20,090
Other Purchased Property Services	217,700		217,700	171,215	46,485
Insurance	189,850		189,850	184,348	5,502
Miscellaneous Purchased Services	4,000		4,000	1,802	2,198
General Supplies	194,400	7,000	201,400	199,875	1,525
Energy (Natural Gas)	431,900		431,900	186,801	245,099
Energy (Electricity)	1,417,650		1,417,650	757,661	659,989
Other Objects	7,500		7,500	2,536	4,964
Total	<u>4,103,710</u>	<u>65,385</u>	<u>4,169,095</u>	<u>3,025,734</u>	<u>1,143,361</u>
Care and Upkeep of Grounds:					
Salaries	142,280		142,280	117,466	24,814
Cleaning, Repair, & Maintenance Services	147,555		147,555	91,047	56,508
General Supplies	43,800		43,800	36,745	7,055
Total	<u>333,635</u>	<u>-</u>	<u>333,635</u>	<u>245,258</u>	<u>88,377</u>
Security:					
Salaries	211,520	2,708	214,228	188,823	25,405
Purchased Professional and Technical Services	81,600		81,600	81,600	
Cleaning, Repair, & Maintenance Services	41,400		41,400	22,055	19,345
General Supplies	9,000	(500)	8,500	8,128	372
Other Objects		500	500		500
Total	<u>343,520</u>	<u>2,708</u>	<u>346,228</u>	<u>300,606</u>	<u>45,622</u>
Student Transportation Services:					
Salaries-Pupil Transportation (Between Home & School)-Regular	954,910	(33,910)	921,000	812,905	108,095
Salaries-Pupil Transportation (Between Home & School)-Special Education	198,500	(11,000)	187,500	121,646	65,854
Salaries-Pupil Transportation (Other Than Between Home & School)	19,000	44,910	63,910	60,486	3,424
Management Fee-ESC Transportation Program	33,000	1,300	34,300	22,820	11,480
Other Purchased Professional & Technical Services	15,000		15,000	9,978	5,022
Cleaning, Repair, & Maintenance Services	18,450		18,450	13,648	4,802
Contracted Services-Aid In Lieu of Payments-Nonpublic Schools	128,180	(26,460)	101,720	84,275	17,445
Contracted Services-Aid In Lieu of Payments-Choice School Students	8,840	3,160	12,000	11,492	508
Contracted Services (Between Home and School)-Vendors	667,500	54,100	721,600	720,810	790
Contracted Services (Other Than Between Home & School)-Vendors	350,370	950	351,320	157,363	193,957
Contracted Services (Between Home & School)-Joint Agreements	84,000	(65,470)	18,530	906	17,624
Contracted Services (Special Education Students)-Vendors	40,000		40,000	17,069	22,931
Contracted Services (Special Education Students)-Joint Agreements	42,000	10,000	52,000	45,666	6,334
Contracted Services (Regular Education Students)-ESCs & CTSAs		30,370	30,370	28,694	1,676
Contracted Services (Special Education Students)-ESCs & CTSAs	600,000	(7,000)	593,000	403,047	189,953
Miscellaneous Purchased Services	83,000		83,000	69,531	13,469
General Supplies	8,500		8,500	4,724	3,776
Transportation Supplies	270,400		270,400	186,403	83,997
Other Objects	12,000		12,000	2,497	9,503
Total	<u>3,533,650</u>	<u>950</u>	<u>3,534,600</u>	<u>2,773,960</u>	<u>760,640</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Unallocated Benefits-Employee Benefits:					
Social Security Contributions	\$ 834,997		\$ 834,997	\$ 769,049	\$ 65,948
Other Retirement Contributions-PERS	901,865		901,865	793,407	108,458
Other Retirement Contributions-Regular	20,000		20,000	8,078	11,922
Workmen's Compensation	233,070		233,070	203,285	29,785
Health Benefits	9,690,310	\$ (236,345)	9,453,965	7,117,395	2,336,570
Tuition Reimbursements	215,000		215,000	141,895	73,105
Other Employee Benefits	380,859	83,283	464,142	100,871	363,271
Total	12,276,101	(153,062)	12,123,039	9,133,980	2,989,059
Unallocated Benefits-State Contributions:					
On-Behalf TPAF Pension Contribution				1,084,667	(1,084,667)
On-Behalf TPAF Post Retirement Medical Benefits				1,721,910	(1,721,910)
Reimbursed TPAF Social Security Contribution				1,545,490	(1,545,490)
Total	-	-	-	4,352,067	(4,352,067)
Total Undistributed Expenditures	\$ 35,557,660	\$ 83,187	\$ 35,640,847	\$ 33,344,617	\$ 2,296,230
TOTAL CURRENT	\$ 58,287,363	\$ (255)	\$ 58,287,108	\$ 55,031,156	\$ 3,255,952
CAPITAL OUTLAY					
Equipment:					
Regular Programs-Instruction:					
Grades 9-12	\$ 178,000	\$ 72,592	\$ 250,592	\$ 244,904	\$ 5,688
Special Education-Instruction:					
School Sponsored/Other Instructional Programs	11,000		11,000	9,854	1,146
Undistributed Expenditures:					
Central Services	6,000	(3,000)	3,000		3,000
Custodial Services	13,000	(1,700)	11,300	2,718	8,582
Care and Upkeep of Grounds	55,000	1,700	56,700	56,608	92
Transportation-Noninstructional Equipment	8,500	(4,200)	4,300		4,300
School Buses-Regular	135,000	2,500	137,500	137,430	70
School Buses-Special	99,138	1,700	100,838	100,804	34
Total	505,638	69,592	575,230	552,318	22,912
Facilities Acquisition & Construction Services:					
Architectural/Engineering Services	227,000	240,000	467,000	363,473	103,527
Construction Services	1,240,480	(240,000)	1,000,480	134,290	866,190
Assessment for Debt Service on SDA Funding	179,117		179,117	179,117	
Total	1,646,597	-	1,646,597	676,880	969,717
TOTAL CAPITAL OUTLAY	\$ 2,152,235	\$ 69,592	\$ 2,221,827	\$ 1,229,198	\$ 992,629
TOTAL EXPENDITURES	\$ 60,439,598	\$ 69,337	\$ 60,508,935	\$ 56,260,354	\$ 4,248,581
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (5,516,362)	\$ (220,323)	\$ (5,736,685)	\$ 4,095,251	\$ 9,831,936
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets				31,973	31,973
FEMA Aid for Hurricane Irene-Unrestricted				85,768	85,768
Transfers In-Transportation Enterprise Fund				103,766	103,766
Transfers In-Information Tech Enterprise Fund				9,953	9,953
Total Other Financing Sources (Uses)	-	-	-	231,460	231,460

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ (5,516,362)	\$ (220,323)	\$ (5,736,685)	\$ 4,326,711	\$ 10,063,396
Fund Balances, July 1	24,378,328		24,378,328	24,378,328	
Fund Balances, June 30	<u>\$ 18,861,966</u>	<u>\$ (220,323)</u>	<u>\$ 18,641,643</u>	<u>\$ 28,705,039</u>	<u>\$ 10,063,396</u>
Recapitulation of Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses					
Adjustment for Prior Year Encumbrances	\$ (930,508)		\$ (930,508)	\$ (930,508)	
Increase in Capital Reserve		\$ 4,865,923	4,865,923	4,865,923	
Increase in Maintenance Reserve		148,475	148,475	148,475	
Withdrawals from Maintenance Reserve		(148,464)	(148,464)	(148,464)	
Budgeted Fund Balance	<u>(4,585,854)</u>	<u>(5,086,257)</u>	<u>(9,672,111)</u>	<u>391,285</u>	\$ 10,063,396
TOTAL	<u>\$ (5,516,362)</u>	<u>\$ (220,323)</u>	<u>\$ (5,736,685)</u>	<u>\$ 4,326,711</u>	<u>\$ 10,063,396</u>
RECAPITULATION OF FUND BALANCE					
Restricted For:					
Excess Surplus:					
Prior Year-Designated for 2015-2016 Budget				\$ 4,367,991	
Current Year-Designated for 2016-2017 Budget				<u>3,964,834</u>	\$ 8,332,825
Committed For:					
Capital Reserve				14,365,923	
Maintenance Reserve				2,871,211	
Emergency Reserve				<u>593,000</u>	17,830,134
Assigned For:					
Year-End Encumbrances				1,008,700	
Designated Subsequent Year-ARRA/SEMI				<u>6,262</u>	1,014,962
Unassigned Fund Balance					<u>1,527,118</u> 28,705,039
Reconciliation to Governmental Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP Basis					<u>(497,250)</u>
Fund Balance Per Governmental Funds (GAAP)					<u>\$ 28,207,789</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(NOT APPLICABLE TO THIS REPORT)

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 SPECIAL REVENUE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources	\$ 122,536		\$ 122,536	\$ 76,232	\$ (46,304)
Federal Sources	677,386		677,386	674,652	(2,734)
<b>TOTAL REVENUES</b>	<b>\$ 799,922</b>	<b>\$ -</b>	<b>\$ 799,922</b>	<b>\$ 750,884</b>	<b>\$ (49,038)</b>
EXPENDITURES					
Instruction:					
Salaries	\$ 19,480	\$ (325)	\$ 19,155	\$ 17,415	\$ 1,740
Other Purchased Services	544,641	(129)	544,512	543,972	540
General Supplies	122,427	(912)	121,515	77,407	44,108
<b>Total</b>	<b>686,548</b>	<b>(1,366)</b>	<b>685,182</b>	<b>638,794</b>	<b>46,388</b>
Support Services:					
Salaries		1,757	1,757	1,757	
Personal Services-Employee Benefits	1,224	109	1,333	1,333	
Purchased Professional & Technical Services	20,000		20,000	20,000	
Other Purchased Services	69,234	(3,647)	65,587	62,937	2,650
Supplies & Materials	17,916	3,147	21,063	21,063	
<b>Total</b>	<b>108,374</b>	<b>1,366</b>	<b>109,740</b>	<b>107,090</b>	<b>2,650</b>
Facilities Acquisition & Construction Services:					
Instructional Equipment	5,000		5,000	5,000	
<b>Total</b>	<b>5,000</b>	<b>-</b>	<b>5,000</b>	<b>5,000</b>	<b>-</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 799,922</b>	<b>\$ -</b>	<b>\$ 799,922</b>	<b>\$ 750,884</b>	<b>\$ 49,038</b>

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION PART II

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE

Explanation of Differences Between Budgetary Inflows and Outflows and  
GAAP Revenues and Expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<u>Sources/Inflows of Resources</u>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 60,355,605	\$ 750,884
Difference-Budget to GAAP:		
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33):		
State Aid Receivable-Prior Year	520,839	
State Aid Receivable-Current Year	<u>(497,250)</u>	
Total Revenues (GAAP Basis)	<u>\$ 60,379,194</u>	<u>\$ 750,884</u>
<u>Uses/Outflows of Resources</u>		
Actual Amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 56,260,354	\$ 750,884
Sale of capital assets netted out of payments are not recognized for budgetary basis purposes but treated as other financing sources and additional expenditures for GAAP purposes	7,958	
Asset trade-in values of capital assets are not recognized for budgetary basis purposes but treated as an additional expenditure for GAAP purposes	<u>71,915</u>	
Total Expenditures (GAAP Basis)	<u>\$ 56,340,227</u>	<u>\$ 750,884</u>

REQUIRED SUPPLEMENTARY INFORMATION-PART III

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-TEACHER'S PENSION AND ANNUITY FUND  
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District's Proportion of the Net Pension Liability (Asset)- Percentage		0.00%	0.00%							
District's Proportion of the Net Pension Liability (Asset)- Value	N/A	\$ -	\$ -	N/A						
State's Proportionate Share of the Net Pension Liability (Asset) Associated With The District		111,121,367	108,878,283							
Total	\$ -	\$ 111,121,367	\$ 108,878,283	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Employee Payroll		\$ 21,167,613	\$ 19,898,518							
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	N/A	0.00%	0.00%	N/A						
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		33.64%	33.76%							

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS-TEACHER'S PENSION AND ANNUITY FUND  
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 1,084,667	\$ 879,547	\$ 1,392,035	\$ 681,334	\$ 66,234	\$ 70,327	\$ 68,254	\$ 1,449,842	\$ 1,403,309	\$ 188,021
Contributions in Relation to the Contractually Required Contribution	(1,084,667)	(879,547)	(1,392,035)	(681,334)	(66,234)	(70,327)	(68,254)	(1,449,842)	(1,403,309)	(188,021)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Employee Payroll	\$ 21,463,051	\$ 21,167,613	\$ 19,898,518	\$ 20,030,994	\$ 20,712,793	\$ 21,304,581	\$ 20,872,153	\$ 19,788,936	\$ 18,729,330	\$ 18,083,421
Contributions as a Percentage of Covered Employee Payroll	5.05%	4.16%	7.00%	3.40%	0.32%	0.33%	0.33%	7.33%	7.49%	1.04%

HUNTERDON CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
District's Proportion of the Net Pension Liability (Asset)- Percentage		0.1059288304%	0.1065517934%							
District's Proportion of the Net Pension Liability (Asset)- Value		\$ 19,832,774	\$ 20,364,165							
District's Covered Employee Payroll	N/A	7,383,978	7,163,447	N/A						
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll		268.59%	284.28%							
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		52.08%	48.72%							

HUNTERDON CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS-PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST 10 FISCAL YEARS

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Contractually Required Contribution	\$ 873,262	\$ 802,846	\$ 806,536	\$ 883,792	\$ 863,212	\$ 647,871	\$ 541,539	\$ 392,160	\$ 212,814	\$ 110,157
Contributions in Relation to the Contractually Required Contribution	(873,262)	(802,846)	(806,536)	(883,792)	(863,212)	(647,871)	(541,539)	(392,160)	(212,814)	(110,157)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Employee Payroll	\$ 7,439,392	\$ 7,383,978	\$ 7,163,447	\$ 7,167,189	\$ 7,312,609	\$ 7,943,221	\$ 7,695,279	\$ 7,049,832	\$ 6,478,273	\$ 6,211,577
Contributions as a Percentage of Covered Employee Payroll	11.74%	10.87%	11.26%	12.33%	11.80%	8.16%	7.04%	5.56%	3.29%	1.77%

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION-PART III

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III  
(UNAUDITED)

JUNE 30, 2014 AND 2013

**NOTE 1. SPECIAL FUNDING SITUATION-TPAF**

The participating employer allocations included in the supplemental schedule of employer special funding allocations and the supplemental schedule of special funding amounts by employer for each local employer are provided as each local employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the pension expense allocated to the State of New Jersey (the State) under the special-funding situation and include their proportionate share of the net pension liability in their respective notes to their financial statements. For this purpose, the proportionate share was developed based on actual contributions made to the Teachers' Pension and Annuity Fund allocated to employers based upon covered payroll and adjusted by expected State Early Retirement Incentive contributions for the respective fiscal year.

OTHER SUPPLEMENTAL INFORMATION

**SCHOOL LEVEL SCHEDULES**

(NOT APPLICABLE TO THIS REPORT)

**SPECIAL REVENUE FUND**

**DETAIL STATEMENTS**

The special revenue fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted expenditures for specific purposes.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES-BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	NCLB Title I A	NCLB Title II A	NCLB Title III	NCLB Title III Immigrant	IDEA Basic	Local Grants	Totals
<b>REVENUES</b>							
Local Sources						\$ 76,232	\$ 76,232
Federal Sources	\$ 59,542	\$ 44,084	\$ 16,879	\$ 2,963	\$ 551,184		674,652
<b>TOTAL REVENUES</b>	<u>\$ 59,542</u>	<u>\$ 44,084</u>	<u>\$ 16,879</u>	<u>\$ 2,963</u>	<u>\$ 551,184</u>	<u>\$ 76,232</u>	<u>\$ 750,884</u>
<b>EXPENDITURES</b>							
Instruction:							
Salaries	\$ 15,675					\$ 1,740	\$ 17,415
Other Purchased Services	39,188				\$ 501,184	3,600	543,972
General Supplies	3,480		\$ 16,879	\$ 1,072	30,000	25,976	77,407
Total	<u>58,343</u>	<u>\$ -</u>	<u>16,879</u>	<u>1,072</u>	<u>531,184</u>	<u>31,316</u>	<u>638,794</u>
Support Services:							
Salaries				1,757			1,757
Personal Services-Employee Benefits	1,199			134			1,333
Purchased Professional and Technical Services					20,000		20,000
Other Purchased Services		37,937				25,000	62,937
Supplies & Materials		6,147				14,916	21,063
Total	<u>1,199</u>	<u>44,084</u>	<u>-</u>	<u>1,891</u>	<u>20,000</u>	<u>39,916</u>	<u>107,090</u>
Facility Acquisition and Construction Services:							
Instructional Equipment						5,000	5,000
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 59,542</u>	<u>\$ 44,084</u>	<u>\$ 16,879</u>	<u>\$ 2,963</u>	<u>\$ 551,184</u>	<u>\$ 76,232</u>	<u>\$ 750,884</u>

## **CAPITAL PROJECTS FUND**

### **DETAIL STATEMENTS**

The capital projects fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Description	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations 06/30/15
			Prior Years	Current Year	
11/12 Wing Room 705 Little Theatre Renovations	06/04/10	\$ 1,024,878	\$ 990,456		\$ 34,422
11/12 Wing Emergency Generator Replacement	06/04/10	744,069	638,043		106,026
Television Studio Renovations	06/04/10	575,056	553,694		21,362
11/12 Wing Electrical Power Upgrades	06/17/14	663,063	108,802	\$ 205,606	348,655
Video Camera System Replacement	06/17/14	638,340	51,816	514,033	72,491
11/12 Wing Roof Replacement	06/17/14	1,373,000		1,327,696	45,304
		<u>\$ 5,018,406</u>	<u>\$ 2,342,811</u>	<u>\$ 2,047,335</u>	<u>\$ 628,260</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE-BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Revenues and Other Financing Sources:	
State Sources-NJ SDA Aid	\$ (274,097)
Total Revenues	<u>(274,097)</u>
Expenditures and Other Financing Uses:	
Purchased Professional & Technical Services	89,466
Construction Services	1,957,869
Total Expenditures & Other Financing Uses	<u>2,047,335</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,321,432)
Fund Balance-Beginning	<u>2,949,692</u>
Fund Balance-Ending	<u>\$ 628,260</u>
 <u>Reconciliation of Financial Assistance Difference for GAAP Purposes</u>	
State Financial Assistance-Budgetary Basis (Schedule F-2)	\$ (274,097)
Adjustment to GAAP Basis	<u>1,097,031</u>
State Financial Assistance-GAAP Basis (Schedule B-2)	<u>\$ 822,934</u>
 <u>Reconciliation of Fund Balance Difference for GAAP Purposes</u>	
Fund Balance-Budgetary Basis (Schedule F-2)	\$ 628,260
Receivables from Other Governments-State:	
GAAP Basis (Schedule B-1)	887,181
Budgetary Basis (Schedule K-4)	<u>(905,303)</u>
Fund Balance-GAAP Basis (Schedule B-1)	<u>\$ 610,138</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
 PROJECT STATUS-BUDGETARY BASIS  
 ROD PHASE 2 PROJECTS  
 GRADES 11/12 WING ROOM 705 LITTLE THEATRE RENOVATIONS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 638,127		\$ 638,127	\$ 638,127
State Sources-NJ SDA ROD Grant	386,751		386,751	386,751
Total Revenues	<u>1,024,878</u>	<u>\$ -</u>	<u>1,024,878</u>	<u>1,024,878</u>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	84,822		84,822	84,822
Construction Services	905,634		905,634	905,634
Return of Unused Local Funding to General Fund	-		-	34,422
Total Expenditures	<u>990,456</u>	<u>-</u>	<u>990,456</u>	<u>1,024,878</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 34,422</u>	<u>\$ -</u>	<u>\$ 34,422</u>	<u>\$ -</u>

Additional Project Information

Project Number	2300-050-09-1008
Grant Date	06/04/10
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,024,878
Reduced Authorized Cost	\$ -
Revised Authorized Cost	\$ 1,024,878
Percentage Complete	97%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
 PROJECT STATUS-BUDGETARY BASIS  
 ROD PHASE 2 PROJECTS  
 GRADES 11/12 BUILDING WING EMERGENCY GENERATOR REPLACEMENT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 488,852		\$ 488,852	\$ 488,852
State Sources-NJ SDA ROD Grant	255,217		255,217	255,217
Total Revenues	744,069	\$ -	744,069	744,069
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	42,093		42,093	42,093
Construction Services	595,950		595,950	595,950
Return of Unused Local Funding to General Fund			-	106,026
Total Expenditures	638,043	-	638,043	744,069
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 106,026	\$ -	\$ 106,026	\$ -

Additional Project Information

Project Number	2300-050-09-1013
Grant Date	06/04/10
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 785,420
Reduced Authorized Cost	\$ (41,351)
Revised Authorized Cost	\$ 744,069
Percentage Complete	86%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS-BUDGETARY BASIS  
ROD PHASE 2 PROJECTS  
TELEVISION STUDIO RENOVATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 358,034		\$ 358,034	\$ 358,034
State Sources-NJ SDA ROD Grant	217,022		217,022	217,022
Total Revenues	<u>575,056</u>	<u>\$ -</u>	<u>575,056</u>	<u>575,056</u>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	58,800		58,800	58,800
Construction Services	494,894		494,894	494,894
Return of Unused Local Funding to General Fund				21,362
Total Expenditures	<u>553,694</u>	<u>-</u>	<u>553,694</u>	<u>575,056</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 21,362</u>	<u>\$ -</u>	<u>\$ 21,362</u>	<u>\$ -</u>

Additional Project Information

Project Number	2300-050-09-1016
Grant Date	06/04/10
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 575,056
Reduced Authorized Cost	\$ -
Revised Authorized Cost	\$ 575,056
Percentage Complete	96%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
 PROJECT STATUS-BUDGETARY BASIS  
 ROD PHASE 4 PROJECTS  
 GRADES 11/12 BUILDING WING ELECTRICAL POWER UPGRADES  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 537,300		\$ 537,300	\$ 537,300
State Sources-NJ SDA ROD Grant	358,200	\$ (232,437)	125,763	125,763
Total Revenues	895,500	(232,437)	663,063	663,063
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	47,413	5,250	52,663	62,900
Construction Services	61,389	200,356	261,745	573,963
Fees and Permits				26,200
Total Expenditures	108,802	205,606	314,408	663,063
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 786,698	\$ (438,043)	\$ 348,655	\$ -

Additional Project Information

Project Number	2300-050-14-1003
Grant Date	06/17/14
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 895,500
Reduced Authorized Cost	\$ (232,437)
Revised Authorized Cost	\$ 663,063
Percentage Complete	47%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
 PROJECT STATUS-BUDGETARY BASIS  
 ROD PHASE 4 PROJECTS  
 CAMPUS-WIDE VIDEO CAMERA SYSTEM REPLACEMENT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 408,000		\$ 408,000	\$ 408,000
State Sources-NJ SDA ROD Grant	272,000	\$ (41,660)	230,340	230,340
Total Revenues	680,000	(41,660)	638,340	638,340
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	36,919	6,230	43,149	14,000
Construction Services	14,897	507,803	522,700	618,340
Fees and Permits				6,000
Total Expenditures	51,816	514,033	565,849	638,340
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 628,184	\$ (555,693)	\$ 72,491	\$ -

Additional Project Information

Project Number	2300-050-14-1013
Grant Date	06/17/14
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 680,000
Reduced Authorized Cost	\$ (41,660)
Revised Authorized Cost	\$ 638,340
Percentage Complete	89%

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
 PROJECT STATUS-BUDGETARY BASIS  
 ROD PHASE 4 PROJECTS  
 GRADES 11/12 BUILDING WING ROOF REPLACEMENT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 823,800		\$ 823,800	\$ 823,800
State Sources-NJ SDA ROD Grant	549,200		549,200	549,200
Total Revenues	<u>1,373,000</u>	<u>\$ -</u>	<u>1,373,000</u>	<u>1,373,000</u>
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services		77,986	77,986	86,500
Construction Services		1,249,710	1,249,710	1,249,710
Fees and Permits				36,790
Total Expenditures	<u>-</u>	<u>1,327,696</u>	<u>1,327,696</u>	<u>1,373,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,373,000</u>	<u>\$ (1,327,696)</u>	<u>\$ 45,304</u>	<u>\$ -</u>

Additional Project Information

Project Number	2300-050-14-1014
Grant Date	06/17/14
Bond Authorized Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,373,000
Reduced Authorized Cost	\$ -
Revised Authorized Cost	\$ 1,373,000
Percentage Complete	97%

## **PROPRIETARY FUND**

### **DETAIL STATEMENTS**

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises-where the intent of the district's board is that the costs of providing goods or services be financed through user charges

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 COMBINING STATEMENT OF FUND NET POSITION  
 ENTERPRISE FUNDS  
 JUNE 30, 2015

	Food Service Fund	Transportation Fund	Total
<b>ASSETS</b>			
Current Assets:			
Cash & Cash Equivalents	\$ 149,336	\$ 870,207	\$ 1,019,543
Receivables from Other Governments:			
State	435		435
Federal	7,037		7,037
Local		7,721	7,721
Inventory	32,189		32,189
Total Current Assets	<u>188,997</u>	<u>877,928</u>	<u>1,066,925</u>
Noncurrent Assets:			
Capital Assets	887,771		887,771
Less: Accumulated Depreciation	709,498		709,498
Total Noncurrent Assets	<u>178,273</u>	<u>-</u>	<u>178,273</u>
Total Assets	<u>367,270</u>	<u>877,928</u>	<u>1,245,198</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	12,281	459	12,740
Payable to Local Governments:			
Current Year Revenue		579,569	579,569
Unearned Revenues	25,672		25,672
Total Current Liabilities	<u>37,953</u>	<u>580,028</u>	<u>617,981</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	178,273		178,273
Unrestricted	<u>151,044</u>	<u>297,900</u>	<u>448,944</u>
TOTAL NET POSITION	<u>\$ 329,317</u>	<u>\$ 297,900</u>	<u>\$ 627,217</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
 ENTERPRISE FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Fund	Information Technology Fund	Total
Operating Revenues:				
Charges for Services:				
Daily Sales-Reimbursable Programs	\$ 377,164			\$ 377,164
Daily Sales-Nonreimbursable Programs	820,698			820,698
Transportation Fees from Other LEA's Within State		\$ 4,438,123		4,438,123
Total Operating Revenues	<u>1,197,862</u>	<u>4,438,123</u>	<u>\$ -</u>	<u>5,635,985</u>
Operating Expenses:				
Salaries	461,992	1,203,954		1,665,946
Employee Benefits	165,445	761,883		927,328
Other Purchased Professional & Technical Services		14,823		14,823
Purchased Property Services	29,700	13,648		43,348
Contracted Services-Transportation		1,672,232		1,672,232
Insurance	4,622	50,636		55,258
Management Fee	52,868	32,119		84,987
Other Purchased Services	9,066	5,820		14,886
General Supplies	15,111	5,603		20,714
Transportation Supplies (Including Gasoline)		182,411		182,411
Utilities		12,900		12,900
Acquisition of Vehicles & Other Equipment		238,234		238,234
Depreciation	21,152			21,152
Costs of Sales-Reimbursable Programs	225,397			225,397
Costs of Sales-Nonreimbursable Programs	403,322			403,322
Miscellaneous		2,497		2,497
Total Operating Expenses	<u>1,388,675</u>	<u>4,196,760</u>	<u>-</u>	<u>5,585,435</u>
Operating Income (Loss)	<u>(190,813)</u>	<u>241,363</u>	<u>-</u>	<u>50,550</u>
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	5,383			5,383
Federal Sources:				
National School Breakfast Program	12,592			12,592
National School Lunch Program:				
Cash Assistance	111,387			111,387
Noncash Assistance (Commodities)	40,045			40,045
Miscellaneous		32,397		32,397
Total Nonoperating Revenues (Expenses)	<u>169,407</u>	<u>32,397</u>	<u>-</u>	<u>201,804</u>
Other Financing Sources (Uses):				
Transfer Out to the General Fund		(103,766)	(9,953)	(113,719)
Refund of Prior Year Revenue		(232,544)		(232,544)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(336,310)</u>	<u>(9,953)</u>	<u>(346,263)</u>
Change in Net Position	(21,406)	(62,550)	(9,953)	(93,909)
Total Net Position, Beginning	<u>350,723</u>	<u>360,450</u>	<u>9,953</u>	<u>721,126</u>
Total Net Position, Ending	<u>\$ 329,317</u>	<u>\$ 297,900</u>	<u>\$ -</u>	<u>\$ 627,217</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS  
ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Food Service Fund	Transportation Fund	Information Technology Fund	Total
Cash Flows from Operating Activities:				
Receipts from Services Provided (Net)	\$ 1,216,174	\$ 4,430,402		\$ 5,646,576
Payments to Employees	(40,429)	(1,203,954)		(1,244,383)
Payments for Employee Benefits	(3,093)	(761,883)		(764,976)
Payments to Food Service Management Company	(1,251,745)			(1,251,745)
Payments to Vendors and Customers (Net)	(51,219)	(1,992,782)		(2,044,001)
Net Cash Provided by (Used for) Operating Activities	<u>(130,312)</u>	<u>471,783</u>	<u>\$ -</u>	<u>341,471</u>
Cash Flows from Noncapital Financing Activities:				
State Sources	5,605			5,605
Federal Sources	125,915			125,915
General Fund Interfund Activity			(9,953)	(9,953)
Miscellaneous		32,397		32,397
Refund of Prior Year Revenue		(336,310)		(336,310)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>131,520</u>	<u>(303,913)</u>	<u>(9,953)</u>	<u>(182,346)</u>
Cash Flows from Capital & Related Financing Activities:				
Acquisition of Capital Assets	(34,883)			(34,883)
Net Cash Provided by (Used for) Capital & Related Financing Activities	<u>(34,883)</u>	<u>-</u>	<u>-</u>	<u>(34,883)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(33,675)	167,870	(9,953)	124,242
Cash and Cash Equivalents, Beginning	183,011	702,337	9,953	895,301
Cash and Cash Equivalents, Ending	<u>\$ 149,336</u>	<u>\$ 870,207</u>	<u>\$ -</u>	<u>\$ 1,019,543</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Operating Income (Loss)	\$ (190,813)	\$ 241,363	\$ -	\$ 50,550
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Depreciation	21,152			21,152
Federal Food Donation Program	40,045			40,045
(Increase) Decrease in Accounts Receivable		40,279		40,279
(Increase) Decrease in Inventory	(1,604)			(1,604)
Increase (Decrease) in Accounts Payable	2,429	(2,883)		(454)
Increase (Decrease) in Payable to Local Governments-Current Year Revenue		193,024		193,024
Increase (Decrease) in Unearned Revenue	(1,521)			(1,521)
Net Cash Provided by (Used For) Operating Activities	<u>\$ (130,312)</u>	<u>\$ 471,783</u>	<u>\$ -</u>	<u>\$ 341,471</u>

**FIDUCIARY FUND**

**DETAIL STATEMENTS**

Fiduciary Funds are used to account for funds received by the school district as an agent for individuals, private organizations, other governments and/or other funds.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF FIDUCIARY FUND NET POSITION  
JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Student Activity Agency Fund	Payroll Agency Fund	Misc. Agency Fund	Total
<b>ASSETS</b>						
Cash & Cash Equivalents	\$ 434,379	\$ 288,861	\$ 680,730	\$ 202,829		\$ 1,606,799
Due from Other Funds	105,288					105,288
Due from State Governments	7,417					
Due from Local Governments					\$ 5,304	5,304
<b>Total Assets</b>	<b>547,084</b>	<b>288,861</b>	<b>680,730</b>	<b>202,829</b>	<b>5,304</b>	<b>1,717,391</b>
<b>LIABILITIES</b>						
Accounts Payable	2,553					2,553
Due to Other Funds				105,288	5,304	110,592
Due to Student Groups			680,730			680,730
Payroll Deductions & Withholdings				97,541		97,541
<b>Total Liabilities</b>	<b>2,553</b>	<b>-</b>	<b>680,730</b>	<b>202,829</b>	<b>5,304</b>	<b>891,416</b>
<b>NET POSITION</b>						
Held in Trust for Unemployment Claims	544,531					544,531
Reserved for Scholarships		288,861				288,861
<b>Total Net Position</b>	<b>\$ 544,531</b>	<b>\$ 288,861</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 833,392</b>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Fund	Private Purpose Scholarship Fund	Totals
ADDITIONS			
Contributions:			
Employees	\$ 52,698		\$ 52,698
Other		\$ 56,758	56,758
Investment Earnings:			
Interest	1,142		1,142
Total Additions	<u>53,840</u>	<u>56,758</u>	<u>110,598</u>
DEDUCTIONS			
Unemployment Claims	60,979		60,979
Scholarships Awarded		43,370	43,370
Total Deductions	<u>60,979</u>	<u>43,370</u>	<u>104,349</u>
Change in Net Position	(7,139)	13,388	6,249
Net Position, Beginning of the Year	<u>551,670</u>	<u>275,473</u>	<u>827,143</u>
Net Position, End of the Year	<u>\$ 544,531</u>	<u>\$ 288,861</u>	<u>\$ 833,392</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Balance 07/01/14	Additions	Deletions	Balance 06/30/15
ASSETS				
Cash & Cash Equivalents	\$ 713,297	\$ 1,015,922	\$ 1,048,489	\$ 680,730
TOTAL ASSETS	<u>\$ 713,297</u>	<u>\$ 1,015,922</u>	<u>\$ 1,048,489</u>	<u>\$ 680,730</u>
LIABILITIES				
Due to Student Groups:				
Student Activities	\$ 706,872	\$ 828,889	\$ 855,031	\$ 680,730
Athletic Activities	6,425	187,033	193,458	
TOTAL LIABILITIES	<u>\$ 713,297</u>	<u>\$ 1,015,922</u>	<u>\$ 1,048,489</u>	<u>\$ 680,730</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PAYROLL AGENCY FUND  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Balance 07/01/14	Additions	Deletions	Balance 06/30/15
ASSETS				
Cash & Cash Equivalents	\$ 288,748	\$ 37,092,856	\$ 37,178,775	\$ 202,829
TOTAL ASSETS	<u>\$ 288,748</u>	<u>\$ 37,092,856</u>	<u>\$ 37,178,775</u>	<u>\$ 202,829</u>
LIABILITIES				
Payroll Deductions & Withholdings:				
Due to Other Funds	\$ 6,946	\$ 98,342		\$ 105,288
Net Payroll	833	20,612,134	\$ 20,612,536	431
Payroll Agency	<u>280,969</u>	<u>16,382,380</u>	<u>16,566,239</u>	<u>97,110</u>
TOTAL LIABILITIES	<u>\$ 288,748</u>	<u>\$ 37,092,856</u>	<u>\$ 37,178,775</u>	<u>\$ 202,829</u>

### **LONG-TERM DEBT SCHEDULES**

The long-term debt schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, obligations under capital leases, and early retirement program.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 LONG-TERM DEBT  
 SCHEDULE OF SERIAL BONDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance 07/01/14	Issued	Retired	Balance 06/30/15
			Date	Amount					
2001 Refunding Bond Issue of 1995 Bonds	09/14/01	\$ 12,355,000				\$ 1,260,000		\$ 1,260,000	
ERIP Pension Refunding Bonds	07/03/03	1,485,000	01/15/16	\$ 130,000	5.10%				
			01/15/17	140,000					
			01/15/18	145,000		540,000		125,000	\$ 415,000
2011 Refunding Bond Issue of 2004 Bonds	12/20/11	13,480,000	09/15/15	1,665,000	3.00%				
			09/15/16	1,665,000					
			09/15/17	1,710,000	4.00%				
			09/15/18	1,920,000					
			09/15/19	1,965,000					
			09/15/20	825,000	3.625%				
			09/15/20	1,210,000	4.00%				
			09/15/21	2,110,000					
						13,405,000		335,000	13,070,000
						<u>\$ 15,205,000</u>	<u>\$ -</u>	<u>\$ 1,720,000</u>	<u>\$ 13,485,000</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(NOT APPLICABLE TO THIS REPORT)

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 BUDGETARY COMPARISON SCHEDULE  
 DEBT SERVICE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	\$ 2,216,318		\$ 2,216,318	\$ 2,216,318	
State Sources:					
Debt Service Aid State Support	88,741		88,741	88,741	
Total Revenues	<u>2,305,059</u>	<u>\$ -</u>	<u>2,305,059</u>	<u>2,305,059</u>	<u>\$ -</u>
EXPENDITURES					
Regular Debt Service:					
Interest on Early Retirement Bonds	27,540		27,540	27,523	
Interest on Bonds	557,660		557,660	557,581	79
Redemption of Principal-Early Retirement Bonds	125,000		125,000	125,000	
Redemption of Principal-Bonds	1,595,000		1,595,000	1,595,000	
Total Expenditures	<u>2,305,200</u>	<u>-</u>	<u>2,305,200</u>	<u>2,305,104</u>	<u>79</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(141)	-	(141)	(45)	79
Fund Balance, July 1	<u>237</u>	<u>-</u>	<u>237</u>	<u>237</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 96</u>	<u>\$ -</u>	<u>\$ 96</u>	<u>\$ 192</u>	<u>\$ 79</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures:					
Budgeted Fund Balance	<u>\$ (141)</u>	<u>\$ -</u>	<u>\$ (141)</u>	<u>\$ (45)</u>	<u>\$ 79</u>

STATISTICAL SECTION

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
STATISTICAL SECTION J SERIES

CONTENTS	PAGE
<b>FINANCIAL TRENDS</b>	
These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.	J-1 to J-6
<b>REVENUE CAPACITY</b>	
These schedules contain trend information to help the reader assess the District's most significant local revenue sources, the property tax.	J-7 to J-28
<b>DEBT CAPACITY</b>	
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-29 to J-36
<b>DEMOGRAPHIC AND ECONOMIC INFORMATION</b>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	J-37 to J-38
<b>OPERATING INFORMATION</b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	J-39 to J-43

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports (CAFR) for the relevant year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 NET POSITION BY COMPONENT  
 LAST TEN FISCAL YEARS  
 (ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GOVERNMENT ACTIVITIES										
Net Investment in Capital Assets	\$ 31,658,453	\$ 39,360,053	\$ 41,274,413	\$ 44,233,849	\$ 47,650,201	\$ 49,760,351	\$ 55,489,118	\$ 58,354,852	\$ 59,372,081	\$ 61,257,471
Restricted	7,221,413	2,525,019	1,887,480	4,236,497	4,890,892	8,668,367	9,369,252	10,863,507	14,798,976	18,440,464
Unrestricted	(2,731,905)	1,861,335	4,573,138	3,845,309	3,886,660	5,216,937	4,814,513	5,228,337	(14,114,960)	(14,355,436)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 36,147,961</b>	<b>\$ 43,746,407</b>	<b>\$ 47,735,031</b>	<b>\$ 52,315,655</b>	<b>\$ 56,427,753</b>	<b>\$ 63,645,655</b>	<b>\$ 69,672,883</b>	<b>\$ 74,446,696</b>	<b>\$ 60,056,097</b>	<b>\$ 65,342,499</b>
BUSINESS-TYPE ACTIVITIES										
Net Investment in Capital Assets	\$ 92,063	\$ 84,358	\$ 93,014	\$ 126,974	\$ 109,311	\$ 120,338	\$ 161,519	\$ 155,022	\$ 164,542	\$ 178,273
Unrestricted	222,609	486,888	541,898	552,366	640,457	605,463	669,906	732,976	556,584	448,944
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 314,672</b>	<b>\$ 571,246</b>	<b>\$ 634,912</b>	<b>\$ 679,340</b>	<b>\$ 749,768</b>	<b>\$ 725,801</b>	<b>\$ 831,425</b>	<b>\$ 887,998</b>	<b>\$ 721,126</b>	<b>\$ 627,217</b>
DISTRICT-WIDE										
Net Investment in Capital Assets	\$ 31,750,516	\$ 39,444,411	\$ 41,367,427	\$ 44,360,823	\$ 47,759,512	\$ 49,880,689	\$ 55,650,637	\$ 58,509,874	\$ 59,536,623	\$ 61,435,744
Restricted	7,221,413	2,525,019	1,887,480	4,236,497	4,890,892	8,668,367	9,369,252	10,863,507	14,798,976	18,440,464
Unrestricted	(2,509,296)	2,348,223	5,115,036	4,397,675	4,527,117	5,822,400	5,484,419	5,961,313	(13,558,376)	(13,906,492)
<b>TOTAL DISTRICT-WIDE</b>	<b>\$ 36,462,633</b>	<b>\$ 44,317,653</b>	<b>\$ 48,369,943</b>	<b>\$ 52,994,995</b>	<b>\$ 57,177,521</b>	<b>\$ 64,371,456</b>	<b>\$ 70,504,308</b>	<b>\$ 75,334,694</b>	<b>\$ 60,777,223</b>	<b>\$ 65,969,716</b>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

EXPENSES	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities:										
Instruction:										
Regular	\$ 15,863,544	\$ 21,888,672	\$ 22,291,390	\$ 22,266,798	\$ 22,248,073	\$ 21,896,193	\$ 22,339,587	\$ 23,335,032	\$ 23,215,452	\$ 27,473,363
Special Education	4,583,631	4,106,774	4,246,191	4,260,156	4,448,511	4,736,187	4,747,920	4,983,711	5,257,315	5,928,151
Other Special Education	237,043	189,431	274,535	293,865	351,110	362,006	346,055	411,059	354,394	368,293
Other Instruction	2,563,055	1,932,699	2,556,988	2,670,581	2,573,715	2,682,529	2,695,936	2,728,851	2,709,709	2,734,882
Support Services:										
Tuition	3,649,235	3,628,940	3,383,505	3,378,231	3,349,661	3,034,553	3,286,959	2,889,350	2,790,126	3,438,697
Student & Instruction Related Services	10,334,462	8,724,568	9,374,937	9,420,375	9,657,555	9,501,036	9,742,068	10,108,132	9,753,842	11,356,019
General & Business Administrative Services	3,118,863	2,485,293	2,748,512	2,429,937	2,475,729	2,238,676	2,314,521	2,247,391	2,308,834	2,448,540
School Administration	2,249,933	1,917,961	1,833,655	1,758,790	1,748,998	1,822,003	1,839,132	1,898,687	1,903,051	1,891,316
Plant Operations & Maintenance	6,524,014	5,703,210	6,299,489	6,029,959	5,952,252	5,350,870	6,243,707	5,874,329	6,071,250	5,583,179
Pupil Transportation	3,515,282	3,612,898	3,755,908	3,720,942	3,847,603	3,533,374	3,544,840	3,560,252	3,631,761	3,479,336
Interest on Long Term Debt	1,246,668	1,387,432	1,140,357	1,075,096	1,005,493	1,044,422	747,895	820,590	830,131	747,342
Total Governmental Activities Expenses	53,885,730	55,577,878	57,905,467	57,304,730	57,658,700	56,201,849	57,848,620	58,857,384	58,825,865	65,449,118
Business-Type Activities:										
Food Services	1,315,651	1,472,050	1,578,865	1,653,090	1,474,356	1,443,696	1,454,786	1,417,656	1,415,928	1,388,675
Transportation	3,734,424	3,452,220	3,863,313	4,078,314	3,757,572	3,876,290	3,720,004	3,935,223	4,239,835	4,196,760
Other					56,185	162,521	163,170	103,928	94,047	
Total Business-Type Activities	5,050,075	4,924,270	5,442,178	5,731,404	5,288,113	5,482,507	5,337,960	5,456,807	5,749,810	5,585,435
TOTAL DISTRICT EXPENSES	\$ 58,935,805	\$ 60,502,148	\$ 63,347,645	\$ 63,036,134	\$ 62,946,813	\$ 61,684,356	\$ 63,186,580	\$ 64,314,191	\$ 64,575,675	\$ 71,034,553

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(Continued)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>PROGRAM REVENUES</b>										
Governmental Activities:										
Charges for Services:										
Regular Instruction	\$ 154,818	\$ 125,980	\$ 160,153	\$ 139,120	\$ 119,445	\$ 108,660	\$ 88,216	\$ 63,372	\$ 94,756	\$ 95,161
Other Instruction	8,210	6,958	7,445	9,075	7,600	141,380	142,530	135,450	145,088	130,135
Student & Instructional Related Services	9,680	36,370	58,768	56,880	83,665	40,160	4,300	52,929	38,426	38,900
General & Business Administrative Services	9,272		51,239	10,256	4,743	31,954	38,810	39,505	42,137	39,500
Plant Operations & Maintenance	17,630	14,565	24,877	25,607	46,642	53,073	49,073	50,700	91,362	236,908
Pupil Transportation	2,583	2,690	6,089	71,055	162,490	220,537	190,965	278,818	369,965	97,435
Operating Grants & Contributions	793,840	630,940	618,060	669,206	962,305	1,221,978	708,114	753,212	656,500	750,884
Capital Grants & Contributions	6,108,312	1,794,521	73,478	582,833	923,946	718,923	1,533,741	103,154	64,247	822,934
Total Governmental Activities Program Revenues	<u>7,104,345</u>	<u>2,612,024</u>	<u>1,000,109</u>	<u>1,564,032</u>	<u>2,326,592</u>	<u>2,539,430</u>	<u>2,755,749</u>	<u>1,477,140</u>	<u>1,502,481</u>	<u>2,211,857</u>
Business-Type Activities:										
Charges for Services:										
Food Service	1,297,355	1,454,245	1,507,300	1,543,404	1,330,522	1,292,093	1,327,540	1,271,339	1,242,792	1,197,862
Transportation	3,381,510	3,667,820	3,911,302	4,130,081	3,944,106	4,059,450	3,943,505	4,175,993	4,242,110	4,438,123
Information Technology					104,000	104,000	104,000	104,000	104,000	104,000
Student Information Reporting						78,020	67,526			
Operating Grants & Contributions	49,749	50,868	85,712	102,229	127,569	125,816	146,927	147,749	168,810	169,407
Total Business-Type Activities Program Revenues	<u>4,728,614</u>	<u>5,172,933</u>	<u>5,504,314</u>	<u>5,775,714</u>	<u>5,506,197</u>	<u>5,659,379</u>	<u>5,589,498</u>	<u>5,699,081</u>	<u>5,757,712</u>	<u>5,805,392</u>
<b>TOTAL DISTRICT PROGRAM REVENUES</b>	<u>\$ 11,681,938</u>	<u>\$ 7,784,957</u>	<u>\$ 6,504,423</u>	<u>\$ 7,339,746</u>	<u>\$ 7,832,789</u>	<u>\$ 8,198,809</u>	<u>\$ 8,345,247</u>	<u>\$ 7,176,221</u>	<u>\$ 7,260,193</u>	<u>\$ 8,017,249</u>
<b>NET (EXPENSES) REVENUES</b>										
Governmental Activities	\$ (46,781,385)	\$ (52,965,854)	\$ (56,905,358)	\$ (55,740,698)	\$ (55,332,108)	\$ (53,662,419)	\$ (55,092,871)	\$ (57,380,244)	\$ (57,323,384)	\$ (63,237,261)
Business-Type Activities	(321,461)	248,663	62,136	44,310	218,084	176,872	251,538	242,274	7,902	219,957
<b>TOTAL DISTRICT NET EXPENSES</b>	<u>\$ (47,102,846)</u>	<u>\$ (52,717,191)</u>	<u>\$ (56,843,222)</u>	<u>\$ (55,696,388)</u>	<u>\$ (55,114,024)</u>	<u>\$ (53,485,547)</u>	<u>\$ (54,841,333)</u>	<u>\$ (57,137,970)</u>	<u>\$ (57,315,482)</u>	<u>\$ (63,017,304)</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(Continued)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GENERAL REVENUES, SPECIAL ITEMS AND TRANSFERS										
Governmental Activities:										
Property Taxes Levied for General Purposes	\$ 40,539,964	\$ 45,892,717	\$ 47,123,670	\$ 47,648,771	\$ 48,379,741	\$ 50,207,526	\$ 50,207,090	\$ 49,208,792	\$ 49,207,952	\$ 48,957,942
Property Taxes Levied for Debt Service	2,325,658	2,593,563	2,367,936	2,365,493	2,399,399	2,419,447	2,399,606	2,302,489	2,281,202	2,216,318
Unrestricted Grants & Contributions	8,887,710	10,267,225	10,630,185	9,701,043	8,184,532	7,640,032	9,190,646	10,323,831	10,162,636	16,560,967
Investment Earnings	752,841	857,784	527,089	388,837	297,338	150,157	116,791	112,930	91,955	101,851
Miscellaneous Income	130,695	325,469	230,933	198,825	341,247	308,484	372,488	407,661	579,957	429,481
Transfers In (Out)					(163,198)	160,054	(95,803)	103,875	120,773	113,719
Special Item-FEMA Unrestricted Aid										85,768
Special Item-Payment to Refunding Bond Agent							(1,083,130)			
Special Item-Gain (Loss) on Sale, Trade-in or Disposal of Capital Assets	28,704	23,500	14,169	18,353	5,147	(5,379)	12,411	9,882	49,629	57,617
Total Governmental Activities	<u>52,665,572</u>	<u>59,960,258</u>	<u>60,893,982</u>	<u>60,321,322</u>	<u>59,444,206</u>	<u>60,880,321</u>	<u>61,120,099</u>	<u>62,469,460</u>	<u>62,494,104</u>	<u>68,523,663</u>
Business-Type Activities:										
Investment Earnings	5,154	7,728	1,381							
Miscellaneous Income	330	183	149	118						32,397
Transfers In (Out)					(86,802)	2,203	10,790		10,095	
Special Item-Gain (Loss) on Sale of Capital Assets						(160,054)	(104,197)	(103,875)	(120,773)	(113,719)
Special Item-Sale of Miscellaneous Items						802				
Special Item-Refund of Prior Year Revenue					(60,854)	20,841	(63,551)	(81,826)	(64,096)	(232,544)
Special Item-Refund of Prior Year Expenses						(64,631)	11,044			
Total Business-Type Activities	<u>5,484</u>	<u>7,911</u>	<u>1,530</u>	<u>118</u>	<u>(147,656)</u>	<u>(200,839)</u>	<u>(145,914)</u>	<u>(185,701)</u>	<u>(174,774)</u>	<u>(313,866)</u>
TOTAL DISTRICT GENERAL REVENUES, SPECIAL ITEMS AND TRANSFERS	<u>\$ 52,671,056</u>	<u>\$ 59,968,169</u>	<u>\$ 60,895,512</u>	<u>\$ 60,321,440</u>	<u>\$ 59,296,550</u>	<u>\$ 60,679,482</u>	<u>\$ 60,974,185</u>	<u>\$ 62,283,759</u>	<u>\$ 62,319,330</u>	<u>\$ 68,209,797</u>
CHANGE IN NET POSITION										
Governmental Activities	\$ 5,884,187	\$ 6,994,404	\$ 3,988,624	\$ 4,580,624	\$ 4,112,098	\$ 7,217,902	\$ 6,027,228	\$ 5,089,216	\$ 5,170,720	\$ 5,286,402
Business-Type Activities	(315,977)	256,574	63,666	44,428	70,428	(23,967)	105,624	56,573	(166,872)	(93,909)
TOTAL DISTRICT CHANGE IN NET POSITION	<u>\$ 5,568,210</u>	<u>\$ 7,250,978</u>	<u>\$ 4,052,290</u>	<u>\$ 4,625,052</u>	<u>\$ 4,182,526</u>	<u>\$ 7,193,935</u>	<u>\$ 6,132,852</u>	<u>\$ 5,145,789</u>	<u>\$ 5,003,848</u>	<u>\$ 5,192,493</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2006	2007	Fiscal Year Ending June 30,								
			2008	2009	2010	2011	2012	2013	2014	2015	
General Fund:											
Restricted	\$ 1,587,966	\$ 5,119,875	\$ 7,633,153	\$ 7,717,670	\$ 7,941,271	\$ 7,990,280	\$ 8,598,452	\$ 10,659,400	\$ 8,953,845	\$ 8,332,825	
Committed	860,994	897,027	928,441	3,302,059	1,547,720	4,581,652	8,364,217	9,235,766	12,964,200	17,830,134	
Assigned	114,511	403,638	734,095	198,387	131,845	275,018	536,989	823,710	930,508	1,014,962	
Unassigned	956,312	883,242	918,108	640,897	636,481	1,178,647	1,118,583	1,012,103	1,008,936	1,029,868	
Total General Fund	<u>\$ 3,519,783</u>	<u>\$ 7,303,782</u>	<u>\$ 10,213,797</u>	<u>\$ 11,859,013</u>	<u>\$ 10,257,317</u>	<u>\$ 14,025,597</u>	<u>\$ 18,618,241</u>	<u>\$ 21,730,979</u>	<u>\$ 23,857,489</u>	<u>\$ 28,207,789</u>	
All Other Governmental Funds:											
Restricted, Reported In:											
Capital Projects Fund	\$ 6,360,418	\$ 3,083,392	\$ 1,953,620	\$ 1,284,141	\$ 3,449,146	\$ 4,086,485	\$ 1,000,284	\$ 199,384	\$ 1,834,539	\$ 610,138	
Assigned, Reported In:											
Debt Service Fund	1	11,027	11,083	57	61	230	4,751	4,723	237	192	
Total All Other Governmental Funds	<u>\$ 6,360,419</u>	<u>\$ 3,094,419</u>	<u>\$ 1,964,703</u>	<u>\$ 1,284,198</u>	<u>\$ 3,449,207</u>	<u>\$ 4,086,715</u>	<u>\$ 1,005,035</u>	<u>\$ 204,107</u>	<u>\$ 1,834,776</u>	<u>\$ 610,330</u>	

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year Ending June 30,

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues:</b>										
Tax Levy	\$ 42,865,622	\$ 48,486,280	\$ 49,491,606	\$ 50,014,264	\$ 50,779,140	\$ 52,626,973	\$ 52,606,696	\$ 51,511,281	\$ 51,489,154	\$ 51,174,260
Tuition Charges	151,021	118,860	147,370	132,521	132,715	105,811	78,337	50,572	92,142	92,426
Transportation			5,520	38,600	98,288	123,472	104,794	178,709	356,256	86,461
Interest Earnings	752,841	857,784	527,089	388,837	297,338	150,157	116,791	112,930	91,955	101,851
Miscellaneous	226,288	348,287	370,179	328,477	463,865	550,386	471,320	512,187	672,880	723,893
State Sources	8,908,494	10,275,476	10,637,117	9,701,043	7,590,161	7,782,134	8,957,379	10,317,000	10,149,443	10,551,499
State Sources-Capital Projects	6,108,312	1,794,521	73,478	582,833	923,946	718,923	1,533,741	103,154	64,247	822,934
Federal Sources	657,189	580,941	559,245	584,711	1,524,638	1,038,925	908,593	694,666	653,671	704,747
<b>Total Revenues</b>	<b>59,669,767</b>	<b>62,462,149</b>	<b>61,811,604</b>	<b>61,771,286</b>	<b>61,810,091</b>	<b>63,096,781</b>	<b>64,777,651</b>	<b>63,480,499</b>	<b>63,569,748</b>	<b>64,258,071</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	14,291,768	15,461,587	15,341,855	15,901,340	15,911,689	15,414,427	15,364,502	15,481,946	15,983,720	16,238,906
Special Education Instruction	2,347,026	2,812,265	2,866,877	2,994,640	3,001,159	3,001,221	3,194,242	3,284,302	3,512,685	3,512,941
Other Special Instruction	133,333	133,690	189,990	208,574	231,111	226,393	234,537	230,215	200,617	176,698
School Sponsored/Other Instructional	1,563,738	1,375,903	1,760,423	1,803,002	1,760,517	1,753,452	1,771,171	1,771,115	1,746,394	1,765,952
<b>Support Services:</b>										
Tuition	3,515,715	3,208,004	2,934,472	2,901,705	2,788,964	2,503,027	2,805,480	2,359,641	2,302,473	2,937,513
Student & Inst Related Services	5,594,763	6,009,987	6,316,925	6,688,809	6,802,350	6,396,058	6,593,628	6,677,248	6,494,257	6,683,139
General Administration	1,135,482	1,008,242	1,078,971	786,116	771,136	732,806	738,410	673,381	729,976	740,784
School Administration Services	1,208,955	1,343,966	1,255,763	1,228,680	1,217,880	1,243,620	1,206,558	1,247,396	1,269,811	1,145,064
Central Services	736,462	765,640	733,120	792,491	870,464	823,827	854,771	842,080	857,377	874,539
Administrative Information Technology	131,052	219,491	229,451	232,310	229,733	100,133	77,633	86,812	76,650	102,928
Plant Operations & Maintenance	5,085,885	4,874,047	5,344,249	5,061,073	5,016,650	4,437,359	5,299,000	4,895,913	5,091,235	4,600,643
Pupil Transportation	2,814,212	3,116,359	3,234,895	3,100,479	3,131,417	2,840,653	2,837,748	2,762,885	2,911,389	2,773,960
Employee Benefits	7,722,590	7,707,240	8,713,929	8,955,547	8,834,386	9,632,156	9,091,053	9,217,675	9,402,449	9,133,980
On-Behalf TPAF Pension & Social Security Contributions	2,608,297	3,977,175	4,155,183	2,942,887	2,994,452	3,030,822	3,554,261	4,435,950	3,967,955	4,352,067
Capital Outlay	4,263,603	1,264,613	1,291,445	1,987,018	475,334	494,602	2,255,004	3,934,512	2,024,350	1,121,996
Lease Purchase Agreement-Principal	300,000	273,956	282,794	291,916	301,334					
Special Revenue Funds	793,840	630,940	618,060	669,206	962,305	1,221,978	708,114	753,212	656,500	750,884
Capital Projects Fund	19,088,821	5,071,547	1,203,250	1,773,085	3,265,591	2,390,687	4,106,430	132,950	198,192	2,047,335
<b>Debt Service:</b>										
Principal	1,245,000	1,345,000	1,365,000	1,430,000	1,510,000	1,570,000	1,780,000	1,660,000	1,710,000	1,720,000
Interest & Other Charges	1,221,591	1,367,998	1,131,403	1,076,050	1,016,989	1,059,075	782,477	835,213	847,621	764,221
<b>Total Expenditures</b>	<b>75,802,133</b>	<b>61,967,650</b>	<b>60,048,055</b>	<b>60,824,928</b>	<b>61,093,461</b>	<b>58,872,296</b>	<b>63,255,019</b>	<b>61,282,446</b>	<b>59,983,651</b>	<b>61,443,550</b>
<b>Excess (Deficiency) of Revenues</b>										
Over (Under) Expenditures	(16,132,366)	494,499	1,763,549	946,358	716,630	4,224,485	1,522,632	2,198,053	3,586,097	2,814,521
<b>Other Financing Sources (Uses):</b>										
Capital Leases	1,450,000									
FEMA Aid for Hurricane Irene-Unrestricted										85,768
Proceeds from Refunding Bond Issue							13,480,000			
Premium on Bond Issue							1,499,222			
Payment to Refunding Bond Escrow Agent							(14,911,130)			
Proceeds from Sale of Capital Assets			2,250		9,881	21,249		9,882	50,309	111,846
Proceeds from Insurance Claim/Trade-in of Capital Assets	46,880	23,500	14,500	18,353			16,043			
Transfers In (Out)					(163,198)	160,054	(95,803)	103,875	120,773	113,719
<b>Total Other Financing Sources (Uses)</b>	<b>1,496,880</b>	<b>23,500</b>	<b>16,750</b>	<b>18,353</b>	<b>(153,317)</b>	<b>181,303</b>	<b>(11,668)</b>	<b>113,757</b>	<b>171,082</b>	<b>311,333</b>
<b>Net Change in Fund Balances</b>	<b>\$ (14,635,486)</b>	<b>\$ 517,999</b>	<b>\$ 1,780,299</b>	<b>\$ 964,711</b>	<b>\$ 563,313</b>	<b>\$ 4,405,788</b>	<b>\$ 1,510,964</b>	<b>\$ 2,311,810</b>	<b>\$ 3,757,179</b>	<b>\$ 3,125,854</b>
<b>Debt Service as a Percentage of Non Capital Expenditures</b>	<b>5.57%</b>	<b>5.67%</b>	<b>5.07%</b>	<b>5.16%</b>	<b>5.19%</b>	<b>4.93%</b>	<b>4.72%</b>	<b>4.56%</b>	<b>4.63%</b>	<b>4.45%</b>

Source: District Records

NOTE: Non-capital expenditures are total expenditures less capital outlay, lease purchase agreement-principal, special interest on debt issuance, capital projects fund, and debt service

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 LOCAL TAX LEVY BY CONSTITUENT DISTRICT  
 LAST TEN FISCAL YEARS

Fiscal Year	Township of Delaware	Township of East Amwell	Borough of Flemington	Township of Raritan	Township of Readington	Totals
2006	\$ 4,679,375	\$ 3,562,271	\$ 2,341,664	\$ 17,765,189	\$ 14,517,123	\$ 42,865,622
2007	5,160,763	4,038,184	3,014,118	19,561,799	16,711,416	48,486,280
2008	5,327,092	3,595,806	2,619,494	20,400,332	17,548,882	49,491,606
2009	5,348,722	3,444,178	2,705,521	20,444,801	18,071,042	50,014,264
2010	5,256,929	3,681,970	2,377,581	20,591,635	18,871,025	50,779,140
2011	4,906,820	3,570,940	2,636,553	22,012,758	19,499,902	52,626,973
2012	4,974,378	4,090,335	2,374,973	21,736,702	19,430,308	52,606,696
2013	5,132,133	3,934,415	2,051,348	22,134,425	18,258,960	51,511,281
2014	5,011,929	3,925,596	1,780,040	22,156,077	18,615,512	51,489,154
2015	5,275,273	4,016,234	1,985,298	21,757,758	18,139,697	51,174,260

Source: District Records

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 GENERAL FUND-OTHER LOCAL REVENUES BY SOURCE  
 LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Description	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Tuition	\$ 151,021	\$ 118,860	\$ 147,370	\$ 132,521	\$ 132,715	\$ 105,811	\$ 78,337	\$ 50,572	\$ 92,142	\$ 92,426
Interest Income	373,300	585,483	496,321	388,837	297,338	150,157	116,791	112,930	91,955	101,851
Energy Rebates		18,928			14,285	52,423	16,721	14,045	15,524	34,721
Student Information Management for Other LEA's		36,370	55,730	55,740	83,665			8,434		
E-Rate Rebates			47,266	41,976	41,473	40,449	35,582	35,115	29,516	43,141
Prior Year:										
Outstanding Checks Canceled	9,465	10,554	16,003	5,410	2,886	4,850	25	1,253	2,323	4,652
Accounts Payable Canceled	19,588	133,210	60,731	275	23,643	53,498	76,172	36,642	227,641	78,261
Refunds	66,754	92,298	68,826	82,141	40,698	30,946	62,339	75,821	97,087	193,792
Transportation Administrative Fees			34,000					18,000		
Reimbursement-Other LEA					122,800					
Service Fees							21,800			
Sale of Surplus Equipment	1,797	3,141	5,390	2,561	1,871					
Proceeds from Sale of Supplies						5,614	4,499	4,975	1,198	3,075
Shared Service Agreement Fees						53,260	29,700	29,700	38,316	38,900
Co-curricular Participation Fees						130,875	136,350	135,450	134,660	118,350
Corporate Advertising Revenue						20,800	16,400	20,700	18,138	21,500
Early College Program			7,752							
Donations				30,230					5,995	
Insurance Rebates					36,271	73,473		15,723		40,174
Joint Transportation Revenue			5,520	38,600	98,288	123,472	104,794	178,709	374,256	104,461
Building Use Rental Income	12,000	12,000	20,795	20,928	39,401	41,974	37,395	48,050	67,640	52,550
Miscellaneous:										
Account Balances Canceled	63									80
Refunds	168				21,320					
Miscellaneous	586	38	1,803	4,721	3,514	1,273	1,549	2,902	820	465
Annual Totals	<u>\$ 634,742</u>	<u>\$ 1,010,882</u>	<u>\$ 967,507</u>	<u>\$ 803,940</u>	<u>\$ 960,168</u>	<u>\$ 888,875</u>	<u>\$ 738,454</u>	<u>\$ 789,021</u>	<u>\$ 1,197,211</u>	<u>\$ 928,399</u>

Sources: District Records

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY-ALL CONSTITUENT DISTRICTS  
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 134,479,420	\$ 157,030,520	\$ 164,216,480	\$ 147,786,420	\$ 139,458,420	\$ 128,968,720	\$ 117,195,020	\$ 110,590,422	\$ 122,991,595	\$ 122,460,120
Residential	5,274,763,800	6,964,834,200	7,003,710,575	6,690,508,450	6,587,095,200	6,498,521,800	6,465,637,500	6,267,112,600	6,298,038,600	6,348,707,100
Farm-Regular	576,780,200	613,266,700	616,834,000	614,704,900	618,917,400	615,367,900	612,560,900	551,135,272	539,419,621	525,420,700
Farm-Qualified	19,584,736	20,164,594	19,558,557	252,892,657	230,185,044	221,146,462	212,776,172	199,651,797	206,918,307	18,593,684
Commercial	1,064,076,461	1,329,197,261	1,310,860,561	1,122,905,586	1,138,943,061	1,152,937,661	1,155,055,301	1,151,765,140	1,145,812,940	1,267,805,840
Industrial	92,727,500	146,806,900	178,098,200	216,870,300	202,369,496	200,760,096	201,740,296	206,888,396	203,898,296	161,132,496
Apartment	51,308,000	59,262,200	60,219,600	14,386,500	14,260,000	14,260,000	14,890,300	15,020,800	15,020,800	57,414,100
<b>Total Assessed Value</b>	<b>7,213,720,117</b>	<b>9,290,562,375</b>	<b>9,353,497,973</b>	<b>9,060,054,813</b>	<b>8,931,228,621</b>	<b>8,831,962,639</b>	<b>8,779,855,489</b>	<b>8,502,164,427</b>	<b>8,532,100,159</b>	<b>8,501,534,040</b>
Public Utilities (a)	18,403,871	21,054,557	21,923,718	18,335,088	19,962,981	20,780,381	19,154,830	17,782,687	5,754,198	1,632,797
<b>Net Valuation Taxable</b>	<b>\$ 7,232,123,988</b>	<b>\$ 9,311,616,932</b>	<b>\$ 9,375,421,691</b>	<b>\$ 9,078,389,901</b>	<b>\$ 8,951,191,602</b>	<b>\$ 8,852,743,020</b>	<b>\$ 8,799,010,319</b>	<b>\$ 8,519,947,114</b>	<b>\$ 8,537,854,357</b>	<b>\$ 8,503,166,837</b>
Estimated Actual County Equalized Value	\$ 9,908,098,299	\$ 10,954,168,363	\$ 10,747,642,534	\$ 10,342,783,008	\$ 10,310,574,599	\$ 10,008,085,528	\$ 9,561,085,552	\$ 9,303,139,610	\$ 9,012,382,855	\$ 8,974,211,531
<b>Percentage of Net Valuation to Estimated Actual County Equalized Value</b>	<b>72.99%</b>	<b>85.01%</b>	<b>87.23%</b>	<b>87.78%</b>	<b>86.82%</b>	<b>88.46%</b>	<b>92.03%</b>	<b>91.58%</b>	<b>94.73%</b>	<b>94.75%</b>
Regional High School Tax Rate by Constituent District:										
Delaware Township	\$ 0.58	\$ 0.60	\$ 0.60	\$ 0.58	\$ 0.54	\$ 0.55	\$ 0.56	\$ 0.64	\$ 0.67	\$ 0.69
East Amwell Township	\$ 0.52	\$ 0.46	\$ 0.44	\$ 0.47	\$ 0.45	\$ 0.52	\$ 0.50	\$ 0.58	\$ 0.60	\$ 0.60
Flemington Borough	\$ 0.55	\$ 0.54	\$ 0.49	\$ 0.48	\$ 0.52	\$ 0.54	\$ 0.49	\$ 0.45	\$ 0.43	\$ 0.46
Raritan Township	\$ 0.83	\$ 0.46	\$ 0.47	\$ 0.51	\$ 0.54	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.55
Readington Township	\$ 0.57	\$ 0.61	\$ 0.63	\$ 0.65	\$ 0.68	\$ 0.71	\$ 0.69	\$ 0.70	\$ 0.69	\$ 0.69

Source: Municipal Tax Assessors

NOTE: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-  
 DELAWARE TOWNSHIP  
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 11,581,520	\$ 11,832,320	\$ 13,593,120	\$ 12,155,120	\$ 10,571,520	\$ 12,373,520	\$ 11,155,520	\$ 8,649,620	\$ 8,135,620	\$ 6,913,420
Residential	576,921,700	580,165,800	586,262,500	592,543,500	595,297,600	594,251,900	598,887,800	515,755,700	525,352,300	536,516,600
Farm-Regular	263,087,700	263,013,500	261,890,800	262,976,800	265,891,900	268,009,200	265,109,100	229,195,800	225,358,900	217,293,700
Farm-Qualified	6,671,500	6,573,000	6,567,900	6,368,300	6,310,000	6,259,300	6,207,200	6,632,300	6,516,700	6,486,910
Commercial	18,552,800	18,552,800	18,483,500	19,279,100	18,830,500	18,597,500	19,047,700	17,203,300	17,196,100	17,273,600
Industrial	8,724,800	8,724,800	8,742,900	8,742,900	8,742,900	8,742,900	8,740,600	7,270,600	7,270,600	7,270,600
Apartment	1,065,700	1,065,700	1,065,700	1,065,700	1,065,700	1,065,700	1,065,700	939,500	939,500	939,500
<b>Total Assessed Value</b>	<b>886,605,720</b>	<b>889,927,920</b>	<b>896,606,420</b>	<b>903,131,420</b>	<b>906,710,120</b>	<b>909,300,020</b>	<b>910,213,620</b>	<b>785,646,820</b>	<b>790,769,720</b>	<b>792,694,330</b>
Public Utilities (a)	1,591,799	1,455,399	1,388,560	1,400,921	1,512,092	1,394,200	1,449,513	1,421,870	430,436	458,540
<b>Net Valuation Taxable</b>	<b>\$ 888,197,519</b>	<b>\$ 891,383,319</b>	<b>\$ 897,994,980</b>	<b>\$ 904,532,341</b>	<b>\$ 908,222,212</b>	<b>\$ 910,694,220</b>	<b>\$ 911,663,133</b>	<b>\$ 787,068,690</b>	<b>\$ 791,200,156</b>	<b>\$ 793,152,870</b>
Estimated Actual County Equalized Value	\$ 916,467,168	\$ 1,045,979,504	\$ 1,043,088,417	\$ 1,003,974,575	\$ 1,014,206,825	\$ 984,321,465	\$ 957,931,211	\$ 897,256,328	\$ 886,498,774	\$ 881,280,967
Percentage of Net Valuation to Estimated Actual County Equalized Value	96.92%	85.22%	86.09%	90.10%	89.55%	92.52%	95.17%	87.72%	89.25%	90.00%
<b>Total Regional High School Tax Rate (b)</b>	<b>\$ 0.58</b>	<b>\$ 0.60</b>	<b>\$ 0.60</b>	<b>\$ 0.58</b>	<b>\$ 0.54</b>	<b>\$ 0.55</b>	<b>\$ 0.56</b>	<b>\$ 0.64</b>	<b>\$ 0.67</b>	<b>\$ 0.69</b>

\*

Source: Municipal Tax Assessor

NOTE: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation.  
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

\* Revalued/Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-  
 EAST AMWELL TOWNSHIP  
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 16,372,100	\$ 14,327,800	\$ 14,132,800	\$ 13,832,800	\$ 13,767,300	\$ 13,492,900	\$ 12,970,200	\$ 9,304,400	\$ 8,780,700	\$ 8,399,600
Residential	515,711,800	518,694,600	523,094,200	527,491,700	527,938,000	531,967,900	533,983,300	447,094,600	448,217,200	450,127,700
Farm-Regular	139,440,600	141,016,700	141,769,700	140,841,000	141,055,000	138,144,900	138,541,500	118,965,000	118,396,800	116,320,800
Farm-Qualified	4,924,161	5,014,720	5,287,057	5,528,620	5,544,700	5,264,900	4,983,300	4,982,900	4,985,500	4,972,000
Commercial	104,403,461	103,801,561	103,980,461	94,686,561	94,870,161	95,119,461	94,992,961	87,525,600	87,284,700	85,051,600
Apartment	2,188,600	2,188,600	2,188,600	2,188,600	2,142,700	2,142,700	2,142,700	2,262,200	2,262,200	2,262,200
<b>Total Assessed Value</b>	<b>783,040,722</b>	<b>785,043,981</b>	<b>790,452,818</b>	<b>784,569,281</b>	<b>785,317,861</b>	<b>786,132,761</b>	<b>787,613,961</b>	<b>670,134,700</b>	<b>669,927,100</b>	<b>667,133,900</b>
Public Utilities (a)	1,193,212	1,263,700	1,272,179	1,261,509	2,216,404	1,831,762	1,837,274	1,757,313	876,506	916,552
<b>Net Valuation Taxable</b>	<b>\$ 784,233,934</b>	<b>\$ 786,307,681</b>	<b>\$ 791,724,997</b>	<b>\$ 785,830,790</b>	<b>\$ 787,534,265</b>	<b>\$ 787,964,523</b>	<b>\$ 789,451,235</b>	<b>\$ 671,892,013</b>	<b>\$ 670,803,606</b>	<b>\$ 668,050,452</b>
Estimated Actual County Equalized Value	\$ 775,407,887	\$ 849,173,621	\$ 843,679,175	\$ 808,335,681	\$ 810,804,349	\$ 809,164,636	\$ 785,298,888	\$ 754,125,900	\$ 726,528,329	\$ 726,220,732
Percentage of Net Valuation to Estimated Actual County Equalized Value	101.14%	92.60%	93.84%	97.22%	97.13%	97.38%	100.53%	89.10%	92.33%	91.99%
<b>Total Regional High School Tax Rate (b)</b>	<b>\$ 0.52</b>	<b>\$ 0.46</b>	<b>\$ 0.44</b>	<b>\$ 0.47</b>	<b>\$ 0.45</b>	<b>\$ 0.52</b>	<b>\$ 0.50</b>	<b>\$ 0.58</b>	<b>\$ 0.60</b>	<b>\$ 0.60</b>

\*

Source: Municipal Tax Assessor

NOTE: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

\* Revalued/Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-  
 FLEMINGTON BOROUGH  
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 4,568,800	\$ 4,926,100	\$ 5,010,500	\$ 4,500,000	\$ 3,902,700	\$ 3,769,700	\$ 3,138,500	\$ 2,725,700	\$ 2,725,700	\$ 2,670,400
Residential	234,695,900	258,214,800	258,907,500	241,033,400	216,142,600	210,592,400	210,453,900	205,135,900	209,921,500	213,974,000
Commercial	197,857,700	209,805,200	221,209,500	233,114,100	210,993,100	202,435,700	194,354,480	180,830,700	188,275,300	186,465,500
Industrial	3,100,400	3,257,100	3,365,000	3,351,100	3,223,000	3,097,000	2,777,000	2,557,700	2,687,700	1,871,200
Apartment	39,874,100	41,253,600	42,997,200	42,234,000	39,940,200	37,979,000	36,932,400	35,969,100	36,721,200	40,131,100
<b>Total Assessed Value</b>	<b>480,096,900</b>	<b>517,456,800</b>	<b>531,489,700</b>	<b>524,232,600</b>	<b>474,201,600</b>	<b>457,873,800</b>	<b>447,656,280</b>	<b>427,219,100</b>	<b>440,331,400</b>	<b>445,112,200</b>
Public Utilities (a)	5,721,733	6,095,584	7,850,869	6,245,384	4,488,355	3,508,064	2,709,007	2,094,055	-	-
<b>Net Valuation Taxable</b>	<b>\$ 485,818,633</b>	<b>\$ 523,552,384</b>	<b>\$ 539,340,569</b>	<b>\$ 530,477,984</b>	<b>\$ 478,689,955</b>	<b>\$ 461,381,864</b>	<b>\$ 450,365,287</b>	<b>\$ 429,313,155</b>	<b>\$ 440,331,400</b>	<b>\$ 445,112,200</b>
Estimated Actual County Equalized Value	\$ 499,607,808	\$ 553,262,585	\$ 562,398,925	\$ 577,485,286	\$ 550,363,341	\$ 520,704,269	\$ 473,628,721	\$ 461,765,994	\$ 450,328,697	\$ 470,023,442
	**	**	**	**	**	**	**	**	**	**
Percentage of Net Valuation to Estimated Actual County Equalized Value	97.24%	94.63%	95.90%	91.86%	86.98%	88.61%	95.09%	92.97%	97.78%	94.70%
Total Regional High School Tax Rate (b)	\$ 0.55	\$ 0.54	\$ 0.49	\$ 0.48	\$ 0.52	\$ 0.54	\$ 0.49	\$ 0.45	\$ 0.43	\$ 0.46
	**	**	**	**	**	**	**	**	**	**

Source: Municipal Tax Assessor

NOTE: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

\* Revalued/Reassessed

\*\* Revalued / Reassessed-Exemption(s) Apply

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-  
 RARITAN TOWNSHIP  
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 61,862,300	\$ 89,912,800	\$ 96,565,800	\$ 83,602,300	\$ 76,421,100	\$ 71,362,300	\$ 64,626,500	\$ 54,240,100	\$ 66,809,275	\$ 68,935,700
Residential	1,824,119,900	3,470,510,000	3,484,001,475	3,174,796,750	3,075,441,300	3,086,291,900	3,097,354,300	3,109,189,600	3,106,721,300	3,124,946,400
Farm-Regular	38,929,300	74,428,500	74,711,900	69,474,000	71,113,900	72,385,500	70,919,000	69,609,900	67,392,100	65,361,100
Farm-Qualified	3,206,500	3,911,700	3,076,100	3,245,300	3,059,900	3,054,000	3,033,200	3,034,600	2,905,100	2,921,200
Commercial	257,214,700	517,905,600	514,729,300	551,130,525	587,488,500	599,594,100	602,906,740	611,756,940	609,384,640	612,089,040
Industrial	59,192,800	113,115,500	115,852,600	112,267,100	102,443,496	99,712,296	102,401,596	109,899,696	106,157,496	100,503,896
Apartment	6,112,000	12,686,700	12,686,700	12,039,400	12,000,400	12,000,400	12,713,200	12,713,200	12,713,200	12,713,200
<b>Total Assessed Value</b>	<b>2,250,637,500</b>	<b>4,282,470,800</b>	<b>4,301,623,875</b>	<b>4,006,555,375</b>	<b>3,927,968,596</b>	<b>3,944,400,496</b>	<b>3,953,954,536</b>	<b>3,970,444,036</b>	<b>3,972,083,111</b>	<b>3,987,470,536</b>
Public Utilities (a)	4,561,079	6,991,505	6,484,948	5,255,322	7,164,889	7,750,312	8,313,709	8,154,192	-	-
<b>Net Valuation Taxable</b>	<b>\$ 2,255,198,579</b>	<b>\$ 4,289,462,305</b>	<b>\$ 4,308,108,823</b>	<b>\$ 4,011,810,697</b>	<b>\$ 3,935,133,485</b>	<b>\$ 3,952,150,808</b>	<b>\$ 3,962,268,245</b>	<b>\$ 3,978,598,228</b>	<b>\$ 3,972,083,111</b>	<b>\$ 3,987,470,536</b>
<b>Estimated Actual County Equalized Value</b>	<b>\$ 4,176,894,450</b>	<b>\$ 4,608,360,878</b>	<b>\$ 4,496,300,568</b>	<b>\$ 4,293,921,328</b>	<b>\$ 4,300,495,959</b>	<b>\$ 4,213,829,628</b>	<b>\$ 4,136,411,155</b>	<b>\$ 4,017,974,377</b>	<b>\$ 3,843,703,417</b>	<b>\$ 3,916,580,430</b>
		*			*					
<b>Percentage of Net Valuation to Estimated Actual County Equalized Value</b>	<b>53.99%</b>	<b>93.08%</b>	<b>95.81%</b>	<b>93.43%</b>	<b>91.50%</b>	<b>93.79%</b>	<b>95.79%</b>	<b>99.02%</b>	<b>103.34%</b>	<b>101.81%</b>
<b>Total Regional High School Tax Rate (b)</b>	<b>\$ 0.83</b>	<b>\$ 0.46</b>	<b>\$ 0.47</b>	<b>\$ 0.51</b>	<b>\$ 0.54</b>	<b>\$ 0.55</b>				
		*			*					

Source: Municipal Tax Assessor

NOTE: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation.  
 Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

\* Revalued/Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY BY CONSTITUENT DISTRICT-  
 READINGTON TOWNSHIP  
 LAST TEN FISCAL YEARS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Vacant Land	\$ 40,094,700	\$ 36,031,500	\$ 34,914,260	\$ 33,696,200	\$ 34,795,800	\$ 27,970,300	\$ 25,304,300	\$ 35,670,602	\$ 36,540,300	\$ 35,541,000
Residential	2,123,314,500	2,137,249,000	2,151,444,900	2,154,643,100	2,172,275,700	2,075,417,700	2,024,958,200	1,989,936,800	2,007,826,300	2,023,142,400
Farm-Regular	135,322,600	134,808,000	138,461,600	141,413,100	140,856,600	136,828,300	137,991,300	133,364,572	128,271,821	126,445,100
Farm-Qualified	4,782,575	4,665,174	4,627,500	4,636,337	4,277,344	4,132,562	4,197,992	4,171,297	4,235,707	4,213,574
Commercial	486,047,800	479,132,100	452,457,800	454,458,300	434,530,900	436,529,600	435,330,900	432,721,600	429,259,800	366,926,100
Industrial	21,709,500	21,709,500	50,137,700	51,437,700	49,100,200	52,183,200	51,523,000	51,486,800	51,486,800	51,486,800
Apartment	2,067,600	2,067,600	1,281,400	1,281,400	1,193,900	1,193,900	1,111,400	1,368,100	1,368,100	1,368,100
<b>Total Assessed Value</b>	<b>2,813,339,275</b>	<b>2,815,662,874</b>	<b>2,833,325,160</b>	<b>2,841,566,137</b>	<b>2,837,030,444</b>	<b>2,734,255,562</b>	<b>2,680,417,092</b>	<b>2,648,719,771</b>	<b>2,658,988,828</b>	<b>2,609,123,074</b>
Public Utilities (a)	5,336,048	5,248,369	4,927,162	4,171,952	4,581,241	6,296,043	4,845,327	4,355,257	4,447,256	257,705
<b>Net Valuation Taxable</b>	<b>\$ 2,818,675,323</b>	<b>\$ 2,820,911,243</b>	<b>\$ 2,838,252,322</b>	<b>\$ 2,845,738,089</b>	<b>\$ 2,841,611,685</b>	<b>\$ 2,740,551,605</b>	<b>\$ 2,685,262,419</b>	<b>\$ 2,653,075,028</b>	<b>\$ 2,663,436,084</b>	<b>\$ 2,609,380,779</b>
Estimated Actual County Equalized Value	\$ 3,539,720,986	\$ 3,897,391,775	\$ 3,802,175,449	\$ 3,659,066,138	\$ 3,634,704,125	\$ 3,480,065,530	\$ 3,207,815,577	\$ 3,172,017,011	\$ 3,105,323,638	\$ 2,980,105,960
<b>Percentage of Net Valuation to Estimated Actual County Equalized Value</b>	<b>79.63%</b>	<b>72.38%</b>	<b>74.65%</b>	<b>77.77%</b>	<b>78.18%</b>	<b>78.75%</b>	<b>83.71%</b>	<b>83.64%</b>	<b>85.77%</b>	<b>87.56%</b>
Total Regional High School Tax Rate (b)	\$ 0.57	\$ 0.61	\$ 0.63	\$ 0.65	\$ 0.68	\$ 0.71	\$ 0.69	\$ 0.70	\$ 0.69	\$ 0.69

Source: Municipal Tax Assessor

NOTE: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Re-assessment occurs when the County Board of Taxation requests Treasury to order a re-assessment

(a) Taxable value of machinery, implements and equipments of telephone and messenger system companies

(b) Tax rates are per \$100

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-  
 DELAWARE TOWNSHIP  
 LAST TEN FISCAL YEARS  
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate				Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional		Direct School Tax Rate	Municipality	County	
			High School Tax Rate					
2006	\$ 0.55	\$ 0.03	\$ 0.58	\$ 0.69	\$ 0.25	\$ 0.37	\$ 1.89	
2007	0.57	0.03	0.60	0.77	0.28	0.39	2.04	
2008	0.57	0.03	0.60	0.78	0.29	0.39	2.06	
2009	0.55	0.03	0.58	0.81	0.29	0.38	2.06	
2010	0.52	0.02	0.54	0.84	0.30	0.39	2.07	
2011	0.52	0.03	0.55	0.84	0.30	0.37	2.06	
2012	0.53	0.03	0.56	0.85	0.32	0.37	2.10	
2013	* 0.61	0.03	0.64	0.98	0.37	0.41	2.40	
2014	0.64	0.03	0.67	0.97	0.41	0.41	2.46	
2015	0.66	0.03	0.69	0.99	0.43	0.41	2.52	

Sources: Municipal Tax Collector

NOTE: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the pre-budget by more than the spending growth limitation calculated as follows: The pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

- (a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.

\* Revalued / Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-  
 EAST AMWELL TOWNSHIP  
 LAST TEN FISCAL YEARS  
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate			Overlapping Rates					Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7) Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County	Fire District		
2006	\$ 0.49	\$ 0.03	\$ 0.52	\$ 0.73	\$ 0.18	\$ 0.35	\$ 0.02	\$ 1.80	
2007	0.44	0.02	0.46	0.75	0.18	0.36	0.02	1.77	
2008	0.42	0.02	0.44	0.78	0.18	0.35	0.02	1.77	
2009	0.45	0.02	0.47	0.80	0.19	0.36	0.02	1.84	
2010	0.43	0.02	0.45	0.82	0.19	0.35	0.03	1.84	
2011	0.50	0.02	0.52	0.84	0.19	0.35	0.03	1.93	
2012	0.48	0.02	0.50	0.84	0.19	0.35	0.03	1.91	
2013	* 0.55	0.03	0.58	1.01	0.23	0.41	0.03	2.26	
2014	0.57	0.03	0.60	1.03	0.22	0.40	0.03	2.28	
2015	0.57	0.03	0.60	1.04	0.22	0.41	0.03	2.30	

Sources: Municipal Tax Collector

NOTE: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the pre-budget by more than the spending growth limitation calculated as follows: The pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

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- (b) Rates for debt service are based on each year's requirements.

\* Revalued / Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-  
 FLEMINGTON BOROUGH  
 LAST TEN FISCAL YEARS  
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate								Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7)		Overlapping Rates				
			Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County			
2006	** \$ 0.52	\$ 0.03	\$ 0.55	\$ 0.99	\$ 0.50	\$ 0.34	\$ 2.38		
2007	** 0.51	0.03	0.54	0.93	0.48	0.33	2.28		
2008	** 0.47	0.02	0.49	0.89	0.49	0.32	2.19		
2009	* 0.46	0.02	0.48	0.93	0.51	0.35	2.27		
2010	** 0.50	0.02	0.52	1.11	0.58	0.37	2.58		
2011	** 0.52	0.02	0.54	1.20	0.64	0.35	2.73		
2012	** 0.47	0.02	0.49	1.20	0.69	0.34	2.72		
2013	** 0.43	0.02	0.45	1.29	0.78	0.36	2.88		
2014	** 0.41	0.02	0.43	1.30	0.89	0.35	2.97		
2015	** 0.44	0.02	0.46	1.33	0.90	0.36	3.05		

Sources: Municipal Tax Collector

NOTE: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the pre-budget by more than the spending growth limitation calculated as follows: The pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

- (a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.

- \* Revalued / Reassessed
- \*\* Revalued / Reassessed-Exemption(s) Apply

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-  
 RARITAN TOWNSHIP  
 LAST TEN FISCAL YEARS  
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate			Overlapping Rates			Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7)	Direct School Tax Rate	Municipality	County	
			Total Regional High School Tax Rate				
2006	\$ 0.79	\$ 0.04	\$ 0.83	\$ 1.59	\$ 0.36	\$ 0.66	\$ 3.44
2007	* 0.44	0.02	0.46	0.89	0.25	0.36	1.96
2008	0.45	0.02	0.47	0.92	0.25	0.35	1.99
2009	0.49	0.02	0.51	1.02	0.27	0.37	2.17
2010	* 0.52	0.02	0.54	1.05	0.29	0.38	2.26
2011	0.52	0.03	0.55	1.05	0.30	0.37	2.27
2012	0.53	0.02	0.55	1.07	0.30	0.37	2.29
2013	0.53	0.02	0.55	1.08	0.31	0.37	2.31
2014	0.53	0.02	0.55	1.09	0.31	0.36	2.31
2015	0.53	0.02	0.55	1.12	0.31	0.37	2.35

Sources: Municipal Tax Collector

NOTE: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the pre-budget by more than the spending growth limitation calculated as follows: The pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

- (a) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.

\* Revalued / Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING PROPERTY TAX RATES BY CONSTITUENT DISTRICT-  
 READINGTON TOWNSHIP  
 LAST TEN FISCAL YEARS  
 (RATE PER \$100 OF ASSESSED VALUE)

Assessment Year	School District Direct Rate							Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-7)		Overlapping Rates			
			Total Regional High School Tax Rate	Direct School Tax Rate	Municipality	County		
2006	\$ 0.54	\$ 0.03	\$ 0.57	\$ 1.01	\$ 0.35	\$ 0.45	\$ 2.38	
2007	0.58	0.03	0.61	1.05	0.37	0.46	2.49	
2008	0.60	0.03	0.63	1.04	0.40	0.45	2.52	
2009	0.62	0.03	0.65	1.04	0.44	0.44	2.57	
2010	0.65	0.03	0.68	1.04	0.45	0.43	2.60	
2011	0.68	0.03	0.71	1.08	0.45	0.43	2.67	
2012	0.66	0.03	0.69	1.09	0.47	0.42	2.67	
2013	0.67	0.03	0.70	1.09	0.51	0.43	2.73	
2014	0.66	0.03	0.69	1.08	0.52	0.43	2.72	
2015	0.66	0.03	0.69	1.10	0.54	0.42	2.75	

Sources: Municipal Tax Collector

NOTE: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the pre-budget by more than the spending growth limitation calculated as follows: The pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

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\* Revalued / Reassessed

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-  
 DELAWARE TOWNSHIP  
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Texas Eastern Transmission Corp	\$ 3,426,400	1	0.43%	\$ 3,984,900	1	0.45%
Trap Rock Industries Inc	3,173,800	2	0.40%	3,732,100	2	0.42%
Holly Farm Partners	2,720,900	3	0.34%			
Cane Poultry Farm Inc	2,442,700	4	0.31%	3,028,600	3	0.34%
Individual Property Owner #1	2,222,000	5	0.28%	2,380,400	6	0.27%
Individual Property Owner #2	2,122,600	6	0.27%			
Individual Property Owner #3	1,921,900	7	0.24%	2,257,600	7	0.25%
Individual Property Owner #4	1,788,800	8	0.23%	2,518,000	4	0.28%
Individual Property Owner #5	1,768,000	9	0.22%	1,946,500	9	0.22%
Tulach Mhoir LLC	1,711,300	10	0.22%	2,009,100	8	0.23%
Individual Property Owner #6				2,497,400	5	0.28%
Brook Hollow Farms of Sergeantsville LLC				1,634,500	10	0.18%
	<u>\$ 23,298,400</u>		<u>2.94%</u>	<u>\$ 25,989,100</u>		<u>2.93%</u>

Source: Municipal Tax Assessor

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-  
 EAST AMWELL TOWNSHIP  
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Texas Eastern Transmission Corp	\$ 37,706,600	1	5.64%	\$ 42,282,000	1	5.39%
The Ridge at Back Brook Road	10,500,000	2	1.57%	19,756,700	2	2.52%
Algonquin Pipe Line Co	6,536,100	3	0.98%	8,288,100	3	1.06%
Bousum/Neely Partnership	3,527,000	4	0.53%	1,741,800	8	0.22%
Hunterdon Storage Inc	1,781,000	5	0.27%	2,781,000	4	0.35%
Southwick Farm LLC	1,720,900	6	0.26%			
Back Brook Farm LLC	1,708,300	7	0.26%			
Ringoes TLC LLC	1,513,000	8	0.23%	1,700,000	9	0.22%
Jordan, Sidney & T/Z Ifida Realty	1,511,900	9	0.23%	1,811,600	7	0.23%
Individual Property Owner #1	1,483,900	10	0.22%			
Buckeye Pipeline Inc				2,639,700	5	0.34%
Individual Property Owner #2				1,947,700	6	0.25%
M and H Associates				1,467,400	10	0.19%
	<u>\$ 67,988,700</u>		<u>10.19%</u>	<u>\$ 84,416,000</u>		<u>10.76%</u>

Source: Municipal Tax Assessor

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-  
 FLEMINGTON BOROUGH  
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Flemington South	\$ 21,206,000	1	4.76%	\$ 7,181,400	5
Liberty Village	15,559,000	2	3.50%	31,351,100	1	6.45%
Flemington Apartments LLC	13,957,000	3	3.14%	10,824,000	2	2.23%
Biltmore Realty Company	10,800,000	4	2.43%	10,656,000	3	2.19%
Hunterdon Shopping Center	7,625,000	5	1.71%	7,579,000	4	1.56%
Roho LLC	7,110,000	6	1.60%	5,600,000	7	1.15%
Flemington Fidelco	6,720,000	7	1.51%	6,524,000	6	1.34%
70 Church Spice	4,306,000	8	0.97%			
John M Saums & Sons	4,123,800	9	0.93%	4,828,000	8	0.99%
BRR Associates	3,700,000	10	0.83%			
NJN Associates				4,025,000	10	0.83%
Flemington Glass Enterprises				4,671,500	9	0.96%
	<u>\$ 95,106,800</u>		<u>21.38%</u>	<u>\$ 93,240,000</u>		<u>19.19%</u>

Source: Municipal Tax Assessor

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-  
 RARITAN TOWNSHIP  
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Flemington Fair Association	\$ 59,242,600	1	1.49%			
Hunterdon Medical Center	31,953,700	2	0.80%	\$ 6,824,900	6	0.30%
Bedford Falls LLC	28,765,100	3	0.72%			
Flemington Mall Ltd	26,000,000	4	0.65%	16,000,000	1	0.71%
Clojo Circle LLC c/o Flem Retail	19,486,900	5	0.49%	5,638,700	9	0.25%
Johanna Foods, Inc	18,135,800	6	0.45%	7,400,000	5	0.33%
Toll NJ LP	16,928,700	7	0.42%			
Raritan Village Shopping Center LLC	16,799,200	8	0.42%	6,000,000	8	0.27%
M R Development Corp	15,615,000	9	0.39%			
Foremost Realty LP	15,181,000	10	0.38%			
Linque Flemington LLC				11,500,000	2	0.51%
FBS Partners III, LP				8,000,000	3	0.35%
Hunterdon Convalescent Center Inc				7,795,900	4	0.35%
Raritan Junction LLC				6,300,000	7	0.28%
Healthquest of Central Jersey LLC				5,500,000	10	0.24%
	<u>\$ 248,108,000</u>		<u>6.21%</u>	<u>\$ 80,959,500</u>		<u>3.59%</u>

Source: Municipal Tax Assessor

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 PRINCIPAL PROPERTY TAXPAYERS BY CONSTITUENT DISTRICT-  
 READINGTON TOWNSHIP  
 CURRENT YEAR AND NINE YEARS PRIOR

	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Merck & Co	\$ 153,452,000	1	5.88%	\$ 228,770,204	1
Federal Insurance Co	55,507,800	2	2.13%	69,267,600	2	2.46%
Toll NJ I LLC	16,237,900	3	0.62%			
Lamington River Farms	12,304,000	4	0.47%	14,525,500	3	0.52%
Individual Property Owner #1	9,845,000	5	0.38%			
Transcontinental Gas Pipeline	8,274,600	6	0.32%	8,334,400	4	0.30%
Whitehouse Mall	6,587,400	7	0.25%	6,587,400	6	0.23%
Somerville Associates	5,700,000	8	0.22%	5,853,500	7	0.21%
Salem Realty II LLC	5,540,000	9	0.21%			
Bishop & Bishop Land Partnership	5,539,700	10	0.21%	5,539,700	8	0.20%
Stanton Golf Properties				7,483,100	5	0.27%
Individual Property Owner #2				5,500,000	9	0.20%
Fallone at Spring Meadows LLC				5,007,900	10	0.18%
	<u>\$ 278,988,400</u>		<u>10.69%</u>	<u>\$ 356,869,304</u>		<u>12.69%</u>

Source: Municipal Tax Assessor

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS-  
ALL CONSTITUENT DISTRICTS  
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 174,422,241	\$ 172,425,238	98.86%
2006	188,910,696	186,418,626	98.68%
2007	199,664,459	196,902,264	98.62%
2008	202,949,924	200,097,313	98.59%
2009	206,675,478	203,989,490	98.70%
2010	210,238,288	207,262,620	98.58%
2011	210,351,582	207,303,404	98.55%
2012	209,739,857	205,976,156	98.21%
2013	212,373,073	209,490,345	98.64%
2014	213,387,141	210,432,585	98.62%

Sources: District records including the Certificate and Report of School Taxes (A4F form)

(a) School taxes are collected by the municipal tax collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
BY CONSTITUENT DISTRICT-DELAWARE TOWNSHIP  
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 15,957,364	\$ 15,763,044	98.78%
2006	16,943,988	16,706,439	98.60%
2007	18,370,000	18,160,970	98.86%
2008	18,647,744	18,435,074	98.85%
2009	18,706,104	18,466,104	98.72%
2010	18,887,078	18,422,195	97.54%
2011	18,850,610	18,465,116	97.96%
2012	19,188,246	18,796,219	97.96%
2013	19,004,642	18,649,706	98.13%
2014	19,547,863	19,186,609	98.15%

Sources: District records including the Certificate and Report of School Taxes (A4F form)

(a) School taxes are collected by the municipal tax collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
BY CONSTITUENT DISTRICT-EAST AMWELL TOWNSHIP  
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 13,349,821	\$ 13,091,895	98.07%
2006	14,254,486	14,024,894	98.39%
2007	14,156,590	13,960,492	98.61%
2008	14,098,240	13,860,767	98.32%
2009	14,486,633	14,207,423	98.07%
2010	14,592,462	14,357,077	98.39%
2011	15,237,105	14,960,953	98.19%
2012	15,139,056	14,824,470	97.92%
2013	15,182,177	14,849,769	97.81%
2014	15,341,328	15,037,558	98.01%

Sources: District records including the Certificate and Report of School Taxes (A4F form)

(a) School taxes are collected by the municipal tax collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
BY CONSTITUENT DISTRICT-FLEMINGTON BOROUGH  
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 10,562,941	\$ 10,269,410	97.22%
2006	11,563,426	11,302,573	97.74%
2007	11,974,444	11,626,930	97.09%
2008	11,981,757	11,699,318	97.64%
2009	12,066,573	11,840,123	98.12%
2010	12,368,776	12,016,633	97.15%
2011	12,895,597	12,570,448	97.47%
2012	12,605,496	12,220,686	96.94%
2013	12,751,585	12,532,700	98.28%
2014	13,439,219	12,927,822	96.19%

Sources: District records including the Certificate and Report of School Taxes (A4F form)

(a) School taxes are collected by the municipal tax collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
BY CONSTITUENT DISTRICT-RARITAN TOWNSHIP  
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 72,084,212	\$ 71,480,937	99.16%
2006	78,698,986	77,885,732	98.97%
2007	84,531,460	83,567,051	98.86%
2008	86,218,138	85,203,207	98.82%
2009	87,838,814	86,999,863	99.04%
2010	90,012,565	89,150,832	99.04%
2011	89,947,971	88,787,651	98.71%
2012	90,985,865	89,365,597	98.22%
2013	92,777,393	91,768,547	98.91%
2014	92,413,832	91,492,345	99.00%

Sources: District records including the Certificate and Report of School Taxes (A4F form)

(a) School taxes are collected by the municipal tax collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
BY CONSTITUENT DISTRICT-READINGTON TOWNSHIP  
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Year of the Levy (a)	
		Amount	Percentage of Levy
2005	\$ 62,467,903	\$ 61,819,952	98.96%
2006	67,449,810	66,498,988	98.59%
2007	70,631,965	69,586,821	98.52%
2008	72,004,045	70,898,947	98.47%
2009	73,577,354	72,475,977	98.50%
2010	74,377,407	73,315,883	98.57%
2011	73,420,299	72,519,236	98.77%
2012	71,821,194	70,769,184	98.54%
2013	72,657,276	71,689,623	98.67%
2014	72,644,899	71,788,251	98.82%

Sources: District records including the Certificate and Report of School Taxes (A4F form)

(a) School taxes are collected by the municipal tax collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance in the amount voted upon or certified prior to the end of the school year.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities	Total District	% of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2006	\$ 27,923,000		\$ 1,150,000	\$ 5,000,000		\$ 34,073,000	1.08%	\$ 656
2007	26,578,000		876,044			27,454,044	0.81%	527
2008	25,213,000		593,250			25,806,250	0.73%	495
2009	23,783,000		301,334			24,084,334	0.67%	461
2010	22,273,000					22,273,000	0.66%	433
2011	20,703,000					20,703,000	0.61%	402
2012	18,575,000					18,575,000	0.52%	361
2013	16,915,000					16,915,000	0.44%	330
2014	15,205,000					15,205,000	0.39%	297
2015	13,485,000					13,485,000	N/A	263

NOTE: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

(a) See Exhibit J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(b) Includes Early Retirement Incentive Plan (ERIP) Refunding

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS

Fiscal Year Ending June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	% of Actual Taxable Value of Property (a)	Per Capita (b)
	General Obligation Bonds	Deductions			
2006	\$ 27,923,000		\$ 27,923,000	0.39%	\$ 537
2007	26,578,000		26,578,000	0.29%	511
2008	25,213,000		25,213,000	0.27%	484
2009	23,783,000		23,783,000	0.26%	455
2010	22,273,000		22,273,000	0.25%	433
2011	20,703,000		20,703,000	0.23%	402
2012	18,575,000		18,575,000	0.21%	361
2013	16,915,000		16,915,000	0.20%	330
2014	15,205,000		15,205,000	0.18%	297
2015	13,485,000		13,485,000	0.16%	263

NOTE: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

(a) See Exhibit J-6 for property tax data.

(b) Population data can be found in Exhibit J-14.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-  
 DELAWARE TOWNSHIP  
 AS OF DECEMBER 31, 2014

GOVERNMENTAL UNIT	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 3,045,000	100.00	\$ 3,045,000
Regional High School District Debt	14,870,000	9.71	1,444,194
County General Obligation Debt	70,347,424	4.22	2,971,245
Subtotal, Overlapping Debt			7,460,439
Municipality Direct Debt			8,445,000
Total Direct and Overlapping Debt			<u>\$ 15,905,439</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping payment.

- (a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-  
 EAST AMWELL TOWNSHIP  
 AS OF DECEMBER 31, 2014

	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
GOVERNMENTAL UNIT			
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 790,000	100.00	\$ 790,000
Regional High School District Debt	14,870,000	8.08	1,202,012
County General Obligation Debt	70,347,424	3.52	2,472,987
Subtotal, Overlapping Debt			4,464,999
Municipality Direct Debt			4,660,792
Total Direct and Overlapping Debt			\$ 9,125,791

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping payment.

- (a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-  
 FLEMINGTON BOROUGH  
 AS OF DECEMBER 31, 2014

GOVERNMENTAL UNIT	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Regional Grammar School District Debt	\$ 36,640,000	10.53	\$ 3,857,428
Regional High School District Debt	14,870,000	5.06	752,040
County General Obligation Debt	70,347,424	2.20	1,547,228
Subtotal, Overlapping Debt			6,156,696
Municipality Direct Debt			17,961,659
Total Direct and Overlapping Debt			<u>\$ 24,118,355</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping payment.

- (a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-  
 RARITAN TOWNSHIP  
 AS OF DECEMBER 31, 2014

GOVERNMENTAL UNIT	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Regional Grammar School District Debt	\$ 36,640,000	89.47	\$ 32,782,572
Regional High School District Debt	14,870,000	42.98	6,391,258
County General Obligation Debt	70,347,424	18.69	<u>13,149,204</u>
Subtotal, Overlapping Debt			52,323,034
Municipality Direct Debt			<u>17,969,885</u>
Total Direct and Overlapping Debt			<u>\$ 70,292,919</u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping payment.

- (a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT BY CONSTITUENT DISTRICT-  
 READINGTON TOWNSHIP  
 AS OF DECEMBER 31, 2014

GOVERNMENTAL UNIT	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Local School District Debt	\$ 21,170,000	100.00	\$ 21,170,000
Regional High School District Debt	14,870,000	34.17	5,080,496
County General Obligation Debt	70,347,424	14.86	<u>10,452,476</u>
Subtotal, Overlapping Debt			36,702,972
Municipality Direct Debt			<u>57,412,687</u>
Total Direct and Overlapping Debt			<u><u>\$ 94,115,659</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each governmental unit.

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping payment.

- (a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 LEGAL DEBT MARGIN INFORMATION,  
 LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2015

Equalized Valuation Basis- All Constituent Districts

2014	\$ 9,017,580.887
2013	8,984,135.308
2012	9,305,002.181

\$ 27,306,718.376

Average Equalized Valuation of Taxable Property

\$ 9,102,239.459

Debt Limit (3.0% of Average Equalization Value)

\$ 273,067,184 (a)

Total Net Debt Applicable to Limit

13,485,000

Legal Debt Margin

\$ 259,582,184

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Limit	\$ 240,555,664	\$ 269,701,831	\$ 295,956,463	\$ 312,080,910	\$ 314,021,085	\$ 309,486,620	\$ 299,229,168	\$ 289,904,045	\$ 278,800,482	\$ 273,067,184
Total Net Debt Applicable	35,001,990	26,996,275	25,631,275	24,201,275	22,691,275	20,703,000	18,575,000	16,915,000	15,205,000	13,485,000
Legal Debt Margin	<u>\$ 205,553,674</u>	<u>\$ 242,705,556</u>	<u>\$ 270,325,188</u>	<u>\$ 287,879,635</u>	<u>\$ 291,329,810</u>	<u>\$ 288,783,620</u>	<u>\$ 280,654,168</u>	<u>\$ 272,989,045</u>	<u>\$ 272,989,045</u>	<u>\$ 259,582,184</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	14.55%	10.01%	8.66%	7.75%	7.23%	6.69%	6.21%	5.83%	5.45%	4.94%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey,  
 Department of Treasury, Division of Taxation

(a) Limit Set by NJSA 18A:24-19

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN YEARS

Constituent District	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>SCHOOL DISTRICT POPULATION (a)</b>										
Delaware Township	4,661	4,679	4,704	4,705	4,708	4,559	4,549	4,532	4,534	4,530
East Amwell Township	4,498	4,507	4,498	4,482	4,485	4,012	3,992	3,973	3,962	3,958
Flemington Borough	4,123	4,224	4,252	4,307	4,403	4,577	4,742	4,718	4,705	4,683
Raritan Township	22,358	22,445	22,504	22,474	22,516	22,184	22,145	22,098	22,061	22,061
Readington Township	16,147	16,114	16,100	16,141	16,169	16,127	16,094	16,082	16,027	16,040
	<u>51,787</u>	<u>51,969</u>	<u>52,058</u>	<u>52,109</u>	<u>52,281</u>	<u>51,459</u>	<u>51,522</u>	<u>51,403</u>	<u>51,289</u>	<u>51,272</u>
<b>PERSONAL INCOME (b)</b>										
Delaware Township	\$ 281,873,975	\$ 303,774,717	\$ 321,240,864	\$ 323,454,635	\$ 309,310,892	\$ 299,485,269	\$ 317,142,633	\$ 337,788,088	\$ 342,421,282	N/A
East Amwell Township	272,016,550	292,607,961	307,172,918	308,124,054	294,660,015	263,552,292	278,310,264	296,123,582	299,222,126	N/A
Flemington Borough	249,338,425	274,234,752	290,373,332	296,093,329	289,272,697	300,667,707	330,598,014	351,651,412	355,335,715	N/A
Raritan Township	1,352,100,050	1,457,196,735	1,536,820,664	1,545,020,078	1,479,278,684	1,457,289,144	1,543,882,965	1,647,052,332	1,666,112,903	N/A
Readington Township	976,489,825	1,046,169,222	1,099,485,100	1,109,645,327	1,062,287,131	1,059,398,757	1,122,025,398	1,198,655,788	1,210,407,121	N/A
	<u>\$3,131,818,825</u>	<u>\$3,373,983,387</u>	<u>\$3,555,092,878</u>	<u>\$3,582,337,423</u>	<u>\$3,434,809,419</u>	<u>\$3,380,393,169</u>	<u>\$3,591,959,274</u>	<u>\$3,831,271,202</u>	<u>\$3,873,499,147</u>	N/A
<b>PER CAPITA PERSONAL INCOME (c)</b>										
County of Hunterdon	\$ 60,475	\$ 64,923	\$ 68,291	\$ 68,747	\$ 65,699	\$ 65,691	\$ 69,717	\$ 74,534	\$ 75,523	N/A
<b>UNEMPLOYMENT RATE (d)</b>										
Delaware Township	2.20%	1.90%	2.50%	4.50%	4.60%	4.50%	4.70%	4.70%	3.90%	3.90%
East Amwell Township	3.30%	2.90%	3.80%	6.80%	7.00%	6.90%	7.10%	7.10%	7.20%	4.60%
Flemington Borough	3.60%	3.10%	4.00%	7.30%	7.50%	7.40%	7.60%	7.60%	4.80%	4.70%
Raritan Township	1.80%	1.50%	2.00%	3.70%	3.80%	3.70%	3.80%	3.80%	5.80%	4.70%
Readington Township	2.90%	2.50%	3.30%	6.00%	6.20%	6.10%	6.30%	6.30%	6.30%	4.70%

Sources:

- ( a ) Population information provided by the NJ Dept of Labor and Workforce Development
- ( b ) Personal Income has been estimated based upon the municipal population and per capita personal income presented
- ( c ) Per Capita Personal Income by County Estimated Based Upon the 2010 Census Published by the US Bureau of Economic Analysis
- ( d ) Unemployment Data Provided by the NJ Dept of Labor and Workforce Development

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO

Employer	2015			2006		
	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
 LAST TEN FISCAL YEARS

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Instruction:										
Regular	215.5	218.0	221.5	221.9	215.5	210.0	208.7	210.0	208.7	209.0
Special Education	65.5	77.0	82.0	85.0	75.5	78.0	78.0	82.6	82.6	80.7
Other Special Education	3.0	4.0	4.0	4.0	4.3	4.2	4.2	2.0	2.0	3.0
Other Instruction	4.0	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.0	5.0
Support Services:										
Student and Instruction Related Services	64.0	75.0	76.0	77.8	79.0	78.2	78.0	82.0	81.0	76.9
General Administration	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
School Administration Services	16.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0	14.0
Central Services	10.0	10.0	10.0	11.0	12.8	11.8	11.8	11.8	11.8	11.8
Administrative Information Technology	1.0	2.0	2.0	2.0	2.0	1.0	1.0	1.0	1.0	1.0
Plant Operations and Maintenance	48.0	48.0	48.0	48.0	48.0	44.0	44.0	44.0	44.0	44.0
Pupil Transportation	58.0	59.0	61.0	66.0	66.0	64.0	64.0	64.0	64.0	64.0
Totals	<u>488.0</u>	<u>515.0</u>	<u>526.5</u>	<u>537.7</u>	<u>525.1</u>	<u>513.2</u>	<u>511.7</u>	<u>518.4</u>	<u>516.1</u>	<u>512.4</u>

Sources: District Personnel Records

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS

Fiscal Year	Enrollment	Operating Expenditures ( a )	Cost Per Pupil	Percentage Change	Teaching Staff ( b )	Teacher-Student Ratio	Average Daily Enrollment (ADE) ( c )	Average Daily Attendance (ADA) ( c )	% Change in Average Daily Enrollment	Student Attendance Percentage
2006	2,862	\$ 49,683,118	\$ 17,360	10.54%	291	1 to 10.50	2,801.9	2,712.5	3.16%	96.81%
2007	2,994	52,644,536	17,583	1.29%	284	1 to 10.60	2,892.6	2,799.1	3.24%	96.77%
2008	3,042	54,774,163	18,006	2.40%	284	1 to 12.00	3,027.0	2,977.3	4.65%	98.36%
2009	3,092	54,266,859	17,551	-2.53%	287	1 to 12.00	2,981.4	2,889.0	-1.51%	96.90%
2010	3,121	54,524,213	17,470	-0.46%	282	1 to 12.30	2,986.1	2,941.9	0.16%	98.52%
2011	3,057	53,350,211	17,452	-0.10%	278	1 to 12.50	2,911.1	2,828.0	-2.51%	97.15%
2012	3,045	54,331,108	17,843	2.24%	275	1 to 12.50	2,897.6	2,857.8	-0.46%	98.63%
2013	3,012	54,719,771	18,167	1.82%	275.5	1 to 12.50	3,036.3	2,919.5	4.79%	96.15%
2014	2,932	55,203,488	18,828	3.64%	274.3	1 to 12.70	2,927.2	2,830.5	-3.59%	96.70%
2015	2,962	55,789,998	18,835	0.04%	273.1	1 to 12.60	2,923.6	2,826.2	-0.12%	96.67%

Source: District Records

( a ) Operating expenditures equal total expenditures less debt service and capital outlay.

( b ) Teaching staff includes only full-time equivalents or certificated staff.

( c ) Average Daily Enrollment and Average Daily Attendance are obtained from the year end School Register Summary report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 SCHOOL BUILDING INFORMATION  
 LAST TEN FISCAL YEARS

District Building	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>High School Square Footage:</b>										
100 level (1955/1962/2007)	128,775	144,828	144,828	144,828	144,828	144,828	144,828	144,828	144,828	144,828
200/300 level (1958/2007)	60,718	67,170	67,170	67,170	67,170	67,170	67,170	67,170	67,170	67,170
600 level (1971)	29,700	29,700	29,700	29,700	29,700	29,700	29,700	29,700	29,700	29,700
700 level (1971/1998)	32,345	32,345	32,345	32,345	32,345	32,345	32,345	32,345	32,345	32,345
Media Center (1971/2007)	13,493	21,799	21,799	21,799	21,799	21,799	21,799	21,799	21,799	21,799
Music Building (1971/2007)	9,918	12,681	12,681	12,681	12,681	12,681	12,681	12,681	12,681	12,681
Field House (1971/1998)	37,031	37,031	37,031	37,031	37,031	37,031	37,031	37,031	37,031	37,031
Communications Building (1992)	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750
Administrative Wing (1996)	3,505	3,505	3,505	3,505	3,505	3,505	3,505	3,505	3,505	3,505
800/900 level (1998/2007)	99,500	119,020	119,020	119,020	119,020	119,020	119,020	119,020	119,020	119,020
Alternative Education (2009)				3,476	3,476	3,476	3,476	3,476	3,476	3,476
Subtotal	<u>421,735</u>	<u>474,829</u>	<u>474,829</u>	<u>478,305</u>						
Business Office Building	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Operations Buildings	9,380	9,380	9,380	9,380	9,380	9,380	9,380	7,580	7,580	7,580
Operations Storage Building (2013)									2,640	2,640
Trailers	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600
Transportation Building (1977)	3,435	3,435	3,435	3,435	3,435	3,435	3,435	3,435	3,435	3,435
Transportation Maint. Garage(2010)					5,400	5,400	5,400	5,400	5,400	5,400
Subtotal	<u>17,415</u>	<u>17,415</u>	<u>17,415</u>	<u>17,415</u>	<u>22,815</u>	<u>22,815</u>	<u>22,815</u>	<u>21,015</u>	<u>23,655</u>	<u>23,655</u>
Total Building Square Footage	<u>439,150</u>	<u>492,244</u>	<u>492,244</u>	<u>495,720</u>	<u>501,120</u>	<u>501,120</u>	<u>501,120</u>	<u>499,320</u>	<u>501,960</u>	<u>501,960</u>
Capacity (students)	2,671	3,120	3,120	3,170	3,170	3,170	3,170	3,170	3,170	3,170
Average Daily Enrollment	2,801.9	2,892.6	3,027.0	2,981.4	2,986.1	2,911.1	2,897.6	3,036.3	2,927.2	2,923.6

Number of Schools at June 30, 2015  
 Senior High School = 1

Source: District Facilities Office  
 N/A=Not Available

Year of original construction is shown in parentheses. Increase in square footage and capacity are the result of renovations and additions. Enrollment is based on the average daily enrollment from the year end School Register Summary report.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS

UNDISTRIBUTED EXPENDITURES-REQUIRED MAINTENANCE FOR  
SCHOOL FACILITIES 11-000-261-XXX

\*School Facilities

Fiscal Year Ended	District Wide Campus	Total
2006	\$ 1,537,848	\$ 1,537,848
2007	1,126,642	1,126,642
2008	1,015,201	1,015,201
2009	1,094,536	1,094,536
2010	1,119,818	1,119,818
2011	917,152	917,152
2012	1,829,288	1,829,288
2013	1,517,389	1,517,389
2014	1,508,790	1,508,790
2015	1,029,045	1,029,045
	<u>\$ 12,695,709</u>	<u>\$ 12,695,709</u>

\*School facilities as defined under  
EFCFA (NJAC 6A:26-1.2 &  
NJAC 6:24-1.3)

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2015  
(UNAUDITED)

	<u>Coverage</u>	<u>Deductible</u>
Worker's Compensation-New Jersey Schools		
Insurance Group:		
Injury Per Accident	\$ 2,000,000	
Disease Per Employee	2,000,000	
Disease Policy Limit	2,000,000	
School Package Policy-Utica National Insurance Group:		
Property-Blanket Building & Contents	102,825,355	\$ 1,000
Comprehensive General Liability	1,000,000	
Blanket Dishonesty Bond	100,000	500
Excess Umbrella-Utica National Insurance Group:		
Policy Limit	10,000,000	10,000
Storage Tank Liability-ACE American Insurance Company:		
Policy Limit	1,000,000	25,000
School Board Legal Liability Insurance-Utica National		
Insurance Group:		
Policy Limit	1,000,000	7,500
Student Accident Insurance-Berkley Life and Health Insurance		
Company Through BMI:		
Policy Limit	5,000,000	
Broadcasters Liability-Federal Insurance Company:		
Policy Limit	2,000,000	5,000
Transportation Jointure Package Policy-New Jersey		
Schools Insurance Group:		
Comprehensive General Liability	31,000,000	
Public Employees' Faithful Performance-Selective Insurance Company:		
Treasurer of School Monies Bond	325,000	
Business Administrator's Bond	250,000	
Commercial Automobile-Utica National Insurance Group:		
Policy Limit	1,000,000	1,000

Source: District Records

**SINGLE AUDIT SECTION**

Certified Public Accountant  
Public School Accountant  
Registered Municipal Accountant

100 Route 31 North  
Washington, NJ 07882 - 1530  
Fax # (908) 689-8388  
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## INDEPENDENT AUDITOR'S REPORT

November 19, 2015

Honorable President and  
Members of the Board of Education  
Hunterdon Central Regional High  
School District  
County of Hunterdon, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Hunterdon Central Regional High School District, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements, and have issued our report thereon dated November 19, 2015.

### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Board of Education's control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board of Education's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Board of Education's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



William M. Colantano, Jr.  
Public School Accountant  
No. CS 0128

Certified Public Accountant  
Public School Accountant  
Registered Municipal Accountant

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## INDEPENDENT AUDITOR'S REPORT

November 19, 2015

Honorable President and  
Members of the Board of Education  
Hunterdon Central Regional High  
School District  
County of Hunterdon, New Jersey

### **Report on Compliance for Each Major Federal and State Program**

We have audited the Board of Education of the Hunterdon Central Regional High School District's (the District) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey OMB State Grant Compliance Supplement that could have a direct and material effect on each of the Board of Education's major federal and state programs for the year ended June 30, 2015. The Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### **Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the Board of Education's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB 15-08. Those standards, OMB Circular A-133 and NJ OMB 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Board of Education's compliance.

## Opinion on Each Major Federal and State Program

In our opinion, the Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2015.

## Report on Internal Control Over Compliance

Management of The Board of Education is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Board of Education's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Board of Education's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

**Report on Schedules of Expenditures of Federal Awards Required by OMB Circular A-133  
and Expenditures of State Financial Assistance Required by NJ OMB 15-08**

We have audited the financial statements of the District as of and for the year ended June 30, 2015, and have issued our report thereon dated November 19, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and NJ Circular 15-08 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.



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William M. Colantano, Jr.  
Public School Accountant  
No. CS 0128

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, SCHEDULE A  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Grantor/Program Title	Federal CFDA Number	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014	Carryover Amount	Cash Received	Budgetary Expenditure	Adjustment	Repayment of Prior Year Balance	Balance June 30, 2015		
											Accounts Receivable	Unearned Revenue	Due to Grantor
US Departments of Education and Health & Human Services													
General Fund:													
ARRA-Medical Assistance Program	93.778	ARRA	\$ 6,262	10/01/2008-12/31/2010			\$ 6,262	\$ 6,262					
Medical Assistance Program Cost Settlement	93.778	N/A	107,460	07/01/2011-06/30/2012			107,460					\$ 107,460	
Medical Assistance Program Cost Settlement	93.778	N/A	7,021	07/01/2012-06/30/2013			7,021					7,021	
Medical Assistance Program	93.778	N/A	23,833	07/01/2014-06/30/2015			17,649	23,833			\$ (6,184)		
<b>Total General Fund</b>					<b>\$ -</b>	<b>\$ -</b>	<b>138,392</b>	<b>30,095</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(6,184)</b>	<b>114,481</b>	<b>\$ -</b>
US Departments of Education & Transportation													
Passed Through State Department of Education:													
Special Revenue Fund:													
NCLB Title I Part A	84.010A	NCLB-230015	59,542	07/01/2014-06/30/2015			35,776	59,542				(23,766)	
NCLB Title II Part A	84.367A	NCLB-230015	44,084	07/01/2014-06/30/2015			28,545	44,084				(15,539)	
NCLB Title III	84.365A	NCLB-230015	16,879	07/01/2014-06/30/2015			7,718	16,879				(9,161)	
NCLB Title III Immigrant	84.365A	NCLB-230013	5,697	07/01/2014-06/30/2015			319	2,963	(2,734)	2,734		(2,644)	
IDEA Basic	84.027	IDEA-230015	551,184	07/01/2014-06/30/2015			548,642	551,184				(2,542)	
IDEA Basic	84.027	IDEA-230014	527,653	07/01/2013-06/30/2014	(10,848)		10,848						
<b>Total Special Revenue Fund</b>					<b>(10,848)</b>	<b>-</b>	<b>631,848</b>	<b>674,652</b>	<b>-</b>	<b>-</b>	<b>(53,652)</b>	<b>-</b>	<b>-</b>
US Department of Agriculture Passed Through State Department of Agriculture:													
Enterprise Fund													
Child Nutrition Cluster:													
National School Lunch Program-Cash Assistance	10.555	N/A	112,699	07/01/2013-06/30/2014	(7,470)		7,470						
National School Lunch Program-Noncash Assistance (Commodities)	10.555	N/A	36,641	07/01/2013-06/30/2014	2,988			2,988					
National School Lunch Program-Cash Assistance	10.555	N/A	111,387	07/01/2014-06/30/2015			105,403	111,387				(5,984)	
National School Lunch Program-Noncash Assistance (Commodities)	10.555	N/A	40,040	07/01/2014-06/30/2015			40,040	37,057				2,983	
School Breakfast Program	10.553	N/A	16,043	07/01/2013-06/30/2014	(1,503)		1,503						
School Breakfast Program	10.553	N/A	12,592	07/01/2014-06/30/2015			11,539	12,592				(1,053)	
<b>Total Enterprise Fund</b>					<b>(5,985)</b>	<b>-</b>	<b>165,955</b>	<b>164,024</b>	<b>-</b>	<b>-</b>	<b>(7,037)</b>	<b>2,983</b>	<b>-</b>
<b>TOTAL FEDERAL FINANCIAL ASSISTANCE</b>					<b>\$ (16,833)</b>	<b>\$ -</b>	<b>\$ 936,195</b>	<b>\$ 868,771</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (66,873)</b>	<b>\$ 117,464</b>	<b>\$ -</b>

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, SCHEDULE B  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014		Cash Received	Budgetary Expenditure	Repayment/ Adjustment	Balance June 30, 2015			MEMO		
				Unearned Rev (Accts. Rec.)	Due to Grantor				Accounts Receivable	Unearned Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditures	
<b>State Department of Education</b>														
<b>General Fund:</b>														
Equalization Aid	15-495-034 -5120-078	\$ 3,185,863	07/01/2014- 06/30/2015			\$ 3,185,863	\$ 3,185,863						\$ 283,201	\$ 3,185,863
Categorical Special Education Aid	15-495-034 -5120-089	1,840,406	07/01/2014- 06/30/2015			1,840,406	1,840,406						163,599	1,840,406
Categorical Security Aid	15-495-034 -5120-084	48,383	07/01/2014- 06/30/2015			48,383	48,383						4,301	48,383
Categorical Transportation Aid	15-495-034 -5120-014	308,410	07/01/2014- 06/30/2015			308,410	308,410						27,415	308,410
School Choice Aid	15-495-034 -5120-068	150,986	07/01/2014- 06/30/2015			150,986	150,986						13,422	150,986
PARCC Readiness Aid	15-495-034 -5120-098	29,880	07/01/2014- 06/30/2015			29,880	29,880						2,656	29,880
Per Pupil Growth Aid	15-495-034 -5120-097	29,880	07/01/2014- 06/30/2015			29,880	29,880						2,656	29,880
Payment for Institutionalized Children- Unknown District of Residence	14-495-034 -5120-005	13,104	07/01/2013- 06/30/2014	\$ (13,104)		13,104								13,104
Extraordinary Special Education Costs Aid	15-100-034 -5120-473	467,164	07/01/2014- 06/30/2015				467,164		\$ (467,164)					467,164
Extraordinary Special Education Costs Aid	14-100-034 -5120-473	420,306	07/01/2013- 06/30/2014	(415,964)		420,306	4,342							420,306
Nonpublic Remote Transportation Aid	14-495-034 -5120-014	23,636	07/01/2013- 06/30/2014	(23,636)		23,636								23,636
Nonpublic Remote Transportation Aid	15-495-034 -5120-014	21,788	07/01/2014- 06/30/2015				21,788		(21,788)					21,788
On-Behalf TPAF Pension Contribution-Post Retirement Medical	15-495-034 -5094-001	1,721,910	07/01/2014- 06/30/2015			1,721,910	1,721,910							1,721,910
On-Behalf TPAF Pension Contribution- Non-Contributory Insurance	15-495-034 -5094-007	72,799	07/01/2014- 06/30/2015			72,799	72,799							72,799
On-Behalf TPAF Pension Contribution- Normal Cost and Accrued Liability	15-495-034 -5094-006	1,011,868	07/01/2014- 06/30/2015			1,011,868	1,011,868							1,011,868
Reimbursed TPAF Social Security Contribution	15-495-034 -5094-003	1,545,490	07/01/2014- 06/30/2015			1,469,878	1,545,490		(75,612)					1,545,490
Reimbursed TPAF Social Security Contribution	14-495-034 -5095-002	1,646,282	07/01/2013- 06/30/2014	(76,733)		76,733								1,646,282
<b>Total General Fund</b>				<b>(529,437)</b>	<b>\$ -</b>	<b>10,404,042</b>	<b>10,439,169</b>	<b>\$ -</b>	<b>(564,564)</b>	<b>\$ -</b>	<b>\$ -</b>		<b>497,250</b>	<b>12,538,155</b>

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, SCHEDULE B  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2014		Cash Received	Budgetary Expenditure	Repayment/ Adjustment	Balance June 30, 2015			MEMO	
				Unearned Rev. (Accts Rec.)	Due to Grantor				Accounts Receivable	Unearned Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditures
<u>State Department of Education</u>													
NJ School Development Authority													
Capital Projects Fund:													
11/12 Wing Little Theatre Renovations	2300-050-09-1008	\$ 386,751	N/A	\$ (77,350)		\$ 77,350							\$ 386,751
Television Studio Renovations	2300-050-09-1016	217,022	N/A	(43,404)		43,404							217,022
11/12 Wing Electrical Power Upgrades	2300-050-14-1003	358,200	N/A	(358,200)			\$ (232,437)		\$ (125,763)				125,763
Campus-wide Video Camera System Replacement	2300-050-14-1013	272,000	N/A	(272,000)			(41,660)		(230,340)				230,340
11/12 Wing Roof Replacement	2300-050-14-1014	549,200	N/A	(549,200)					(549,200)				549,200
Total Capital Project Fund				(1,300,154)	-	120,754	(274,097)	\$ -	(905,303)	\$ -	\$ -	\$ -	1,509,076
Debt Service Fund:													
Debt Service Aid-State Support	15-495-034-5120-075	88,741	07/01/2014-06/30/2015	-	-	88,741	88,741	-	-	-	-	-	88,741
<u>State Department of Agriculture</u>													
Enterprise Fund:													
State School Lunch Program	14-100-010-3350-023	5,652	07/01/2013-06/30/2014	(657)		657							5,652
State School Lunch Program	15-100-010-3350-023	5,383	07/01/2014-06/30/2015			4,948	5,383		(435)				5,383
Total Enterprise Fund				(657)	-	5,605	5,383	-	(435)	-	-	-	11,035
TOTAL STATE FINANCIAL ASSISTANCE				\$ (1,830,248)	\$ -	\$ 10,619,142	\$ 10,259,196	\$ -	\$ (1,470,302)	\$ -	\$ -	\$ 497,250	\$ 14,147,007

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2015

**NOTE 1. GENERAL**

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, Hunterdon Central Regional High School District. The Board of Education is defined in Note 1 (A) to the Board's basic financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, is included on the schedule of federal financial assistance.

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying schedules of financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and (D) to the Board's basic financial statements.

**NOTE 3. RELATIONSHIP OF BASIC FINANCIAL STATEMENTS**

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison schedules are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to PL 2003, Ch 97 (A3521). For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferred and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$23,589 for the general fund, \$-0- for the special revenue fund and \$1,097,031 for the capital projects fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds and Exhibit F-2 for the capital projects fund.

Financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Local</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 30,095	\$ 10,462,758	\$ 10,492,853
Special Revenue Fund	\$ 76,232	674,652		750,884
Capital Project Fund			822,934	822,934
Debt Service Fund			88,741	88,741
Food Service Fund		<u>164,024</u>	<u>5,383</u>	<u>169,407</u>
	<u>\$ 76,232</u>	<u>\$ 868,771</u>	<u>\$ 11,379,816</u>	<u>\$ 12,324,819</u>

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE  
JUNE 30, 2015

**NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

**NOTE 5. OTHER**

Revenues and expenditures reported under the USDA Commodities Program represent current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2015. TPAF Social Security Contribution represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the year ended June 30, 2015.

Schedule K-3 Special Revenue Fund Section:

1. NCLB Title III Immigration: adjustments of (\$2,734) and \$2,734 for grant year 2015 represents unexpended funds not received by Grantor which are considered released.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued: Unmodified

Internal Control Over Financial Reporting:

1. Material weakness(es) identified? Yes X No

2. Reportable conditions identified that are not considered to be material weaknesses? Yes X No

Noncompliance Material to Financial Statements Noted? Yes X No

Federal Awards

Internal Control Over Major Programs:

1. Material weakness(es) identified? Yes X No

2. Reportable conditions identified that are not considered to be material weaknesses? Yes X No

Type of Auditor's Report Issued on Compliance for Major Programs? Unmodified

Any Audit Findings Disclosed that are Required to be Reported in Accordance with Section .510 (a) of Circular A-133 Yes X No

Identification of Major Programs:

<u>CFDA Numbers</u>	<u>Amount</u>	<u>Name of Federal Program</u>
84.027	\$ 551,184	IDEA Basic

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Federal Awards (Cont'd)

Dollar Threshold used to Distinguish Between  
Type A and Type B Programs: \$ 300,000

Auditee qualified as a low-risk auditee  X  Yes   No

State Awards

Dollar Threshold used to Distinguish Between  
Type A and Type B Programs: \$ 307,776

Auditee Qualified as low-risk auditee  X  Yes   No

Type of Auditor's Report Issued on Compliance  
for Major Programs: Unmodified

Internal Control Over Major Programs:

1. Material weakness(es) identified?   Yes  X  No

2. Reportable conditions identified  
that are not considered to be material  
weaknesses?   Yes  X  No

Any Audit Findings Disclosed That are Required  
to be Reported in Accordance with NJ OMB  
Circular Letter 15-08?   Yes  X  No

Identification of Major Programs:

<u>GMIS Numbers</u>	<u>Amount</u>	<u>Name of State Program</u>
15-495-034-5120-014	\$ 308,410	Categorical Transportation Aid
15-495-034-5120-078	3,185,863	Equalization Aid
15-495-034-5120-089	1,840,406	Categorical Special Education Aid
15-100-034-5120-473	471,506	Extraordinary Special Education Costs Aid

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

SECTION II-FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs for the year ended June 30, 2015.

SECTION III-FEDERAL AWARDS AND STATE FINANCIAL  
ASSISTANCE FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs for the year ended June 30, 2015.

HUNTERDON CENTRAL REGIONAL HIGH SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

K-7

There were no prior year findings or questioned costs.